# Dole Seeks Escape Route From World Trade Body

### Emboldened Republicans Alter Stance As They Angle for Clinton Concessions

By Paul F. Horvitz

WASHINGTON - The White House and business groups began a campaign Wednesday to gain congressional ratifica-tion of the world tariff-reduction treaty,

tion of the world tariff-reduction treaty, but Republican leaders indicated that they would demand a legislative exit hatch allowing the United States to quickly quit the new global trade organization.

The Republican stance, enunciated hy senator Bob Dole, signaled that dicey, private negotiations between the White House and Republican leaders lay ahead for a politically weakened president as he pursues one of his key pohcy goals.

Senator Dole said he wanted legislation, outside of the GATT accord, to "extricate

ontside of the GATT accord, to "extricate us from the World Trade Organization, if we are getting adverse decisions. That's the big sticking point."

Votes in the House and Senate on ratification are scheduled for Nov. 29 and Dec. l, and proponents say any delay will effectively kill the trade agreement, which creates the new World Trade Organization.

Apparently emboldened by their fresh

electoral victories in the Senate and House of Representatives, Republican leaders who had previously sworn general alle-giance to the global trade deal now are angling for concessions from the Clinton

Mickey Kantor, the top trade adviser to Mr. Clinton, said Mr. Dole's proposal "should be considered carefully" and that agreement was "quite possible."

One longtime opponent of the accord. Senator Jesse Helms, Republican of North Carolina, has demanded a delay of the congressional votes. In a letter this week, he told the White House that if it agreed to a delay, Mr. Helms would promise to fully air White House foreign policy views when he takes over in January as chairman of the ne takes over in January as chairman of the Sepate Foreign Relations Committee.

White House officials immediately reany delay would bury the entire global trade deal. Mr. Dole agreed that a vote this year would be preferable.

The White House, at least publicly, maintains that the tariff accord, under the General Agreement on Tariffs and Trade, or GATT, will ultimately pass because it is too important to be lost to partisan politics. Senator Daniel P. Moynihan, a New ably, Mr. Dole is seeking language that will York Democrat and leading GATT propo-

would be an "epic" vote but that he was "hugely concerned" about the outcome.

A wide range of U.S. business leaders sought to publicize their support for the agreement at a news conference in Washington on Wednesday. Before he left Ja-karta, Mr. Clinton told a husiness group there that "the world is looking to the United States for leadership" to complete the GATT agreement and that he must "capitalize" on the bipartisan support. Mr. Kantor said world leaders were

"They're waiting," he said, "and they're depending on us."
Vice President Al Gore termed the agreement "the biggest tax cut in the history of the world" because tariffs would be reduced so broadly. A delay, he said, would "hurt our country immeasurably."

But Republican pressure is mounting. Representative Newt Gingrich of Georgia, the incoming speaker of the House of Representatives, said Wednesday that he was "very, very concerned" about prospects for ratification and declared that the president needs to agree" with Mr. Dole's sugges-

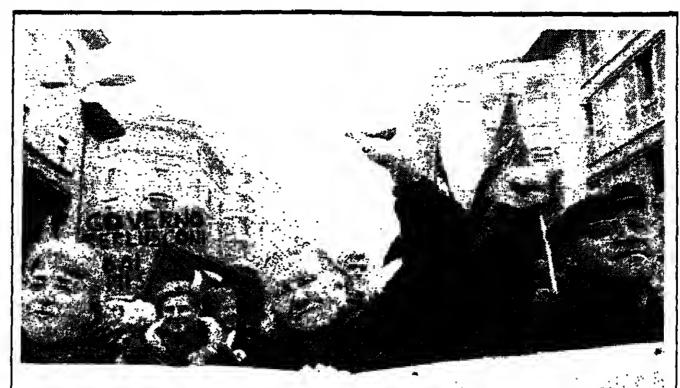
According to one report, Mr. Dole is also seeking the creation of an indepen-dent commission to review decisions of the

The World Trade Organization will judge and resolve trade disputes, but no nation will have a veto over the outcome, as in the past, Mr. Dole says he is concerned that the United States will lose sovereignty over its own trade-related

Under the accord, the United States can ignore final World Trade Organization rulings. But it may have to pay a compensating tariff to a country that has successfully argued that Washington's trading practices are unfair for a particular product. According to some experts, however, the United States is likely to win far more cases than it will lose.

Under the current ratification legislation, Congress can vote to withdraw from the new World Trade Organization after

Moreover, the president can withdraw the United States from the organization after giving six months' notice. Presumgive Congress greater authority to pull the United States out.



# PENSION

ANGER OF THE AGED — Retired people marching Wednesday in Rome to protest planned pension cuts. Page 2.

# Battered Dollar Looks Set for a Reprieve

By Carl Gewirtz

PARIS - The market's mood toward the dollar has clearly improved.

After the unexpectedly hig increase in U.S. interest rates, traders were cautiously optimistic about the dollar, and the dollar held on to much of the gains it scored on

Traders said that there was no massive rush to huv the currency Wednesday, ex-plaining that with the approaching year-end closing of books and the dollar's disappointing performance this year. positions now. The U.S. unit closed Wednesday in New York at 1.5505 Deutday.

But analysis such as Andres Drohny at

pher Iggo at Chase Manhattan Bank in ed raise in U.S. interest rates by the Feder-New York, who earlier this month were al Reserve Board on Tuesday. warning of a possible collapse of the dollar, are now clearly more upbeat.

"The prospect of a collapse has been eliminated," Mr. Drohny declared. "There has been a sea change in the environment," he said, following the higher-than-expect-

| Dow Jo      | nes   |      | Trib Inde            | X       |
|-------------|-------|------|----------------------|---------|
| Up<br>18.84 |       |      | Up<br>0.26%<br>11476 |         |
| The Dollar  | Wed c | t se | previou              | s plase |
| DM          | 1.55  | 505  | 1                    | .5558   |
| Pound       | 1,57  | 735  |                      | 1.572   |
| Yen         | 98    | .36  |                      | 98,75   |
| EE          | 5.3   | 124  |                      | 3425    |

al Reserve Board on Tuesday.

Mr. Iggo agreed that following the Fed's

"strong signal that it's determined to slow growth and keep inflation low means that the dollar is unlikely to test its historic lows against the Deutsche mark or the yen this

He said the dollar would be trading between 1.50 and 1.58 DM through the end of the year, and between 97 year and 100 year. But he was cautious about the outlook for next year, saying that it would depend on how successful the Fed is in slowing U.S. growth to a level consistent with control of inflation.

Paul Chertkow at Union Bank of Switzerland in London expected the dollar to trade higher. But at present, he said, trading activity is thin. "We have a situation

See DOLLAR, Page 12

### nent, said Wednesday that ratification CS First Boston in London and Christo-Declaration on Asia-Pacific Trade: It Is Bolder Than It Looks

By Andrew Pollack New York Times Service

JAKARTA - In setting their vast and vital region on the path toward free trade by the year 2020, the leaders of 18 nations around the Pacific Ocean have taken a step that may seem at first glance to be more cautious than bold.

After all, as one prime minister noted Tuesday, the sultan of Brunei (who rules for life and is 48) was the only one among

Carrying out the free-trade agreement. however, will be far more arduous and

#### **NEWS ANALYSIS**

contentious than merely enunciating the vision. The leaders described what they had done as "historic," but the judgment of history is likely to depend not so much

on what was said as how the leaders' "dec-

Clinton has no success in changing Suharto's line on human rights. Page 7.

the leaders in the room with a chance of still being in office in 26 years.

The Bogor Declaration, issued from a colonial-era palace in Bogor, 65 kilometers south of Jakarta, proclaimed a "commitment" to achieve "free and open trade and investment" in the Asia-Pacific region by

The industrialized nations in the group, such as the United States, Japan and Canada, are to achieve the goal no later than the year 2010.

The goal is ambitious - the world's largest free-trading area, one that spans

four continents and encompasses countries that now account for more than half the world's economy, and more than 40 percent of its trade.

"This is the biggest single trade initiative in history," said C. Fred Bergsten, the American economist who chaired an advisory committee that helped draft the plan. This is half the world deciding to eliminate barriers to trade and investment."

By contrast, he said, the General Agreement on Tariffs and Trade covers potentially the entire world, but does not seek complete climination of barriers.

But it will probably take several years for the first tariff cuts or other measures to be seen. The advisory committee chaired by Mr. Bergsten called for the first tariff cuts and other liberalization steps to begin in the year 2000. But that date did not make it into the final draft of the Bogor

Dismantling trade barriers will also not come naturally for the countries of East Asia. They have achieved their rapid economic growth in part through a strategy of

See APEC, Page 6

# **Ireland Faces** Elections as **Coalition Falls In Court Feud**

#### Labor Party Disregards Reynolds's Warning on **Ulster Peace Process**

By James F. Clarity

DUBLIN - The coalition government of Prime Minister Albert Reynolds collapsed Wednesday when Foreign Minister Dick Spring withdrew the support of his Labor Party.

Mr. Spring's decision will lead almost inevitably to a general election before

Mr. Reynolds had been striving for five days to preserve the two-year-old coalition, defending himself against charges of arrogance and deviousness made hy his coalition partners of the Labor Party, Mr. Reynolds had argued that a change of government would impede efforts toward peace in Northern Ireland, in which he has bad a significant role.

had a significant role.

But, Wednesday night, after a long day of angry speeches and parliamentary hugger-mugger, Mr. Spring said he and other Labor Party minispers would not support a labor for fidness in Mr. Persolds in the vote of confidence in Mr. Reynolds in the Parliament, and would resign from the government.

That produced several possible scenarios: Mr. Reynolds could apply to President Mary Robinson for a dissolution of the 166-member Parliament. She could grant it, setting up national elections in Decem-

Or she could use her constitutional authority to refuse Mr. Reynolds, and allow

Labor and opposition parties to try to form a new coalition government without Mr. Reynolds and his Fianna Faii party. There was also the possibility that Mr.

Reynolds could resign as prime minister before Labor nails down his defeat in the confidence vote Thursday morning. His party could then choose a new leader and try to persuade Labor to support this leader as prime minister in a new coalition. Or Mr. Reynolds could remain as leader and try to help his party win an outright major-ity in an election, obviating the need for a coalition.

The collapse came after Mr. Spring, who is deputy prime minister as well as foreign minister, accused Mr. Reynolds of suppressing facts in the dispute that detonated the political crisis.

Last Friday, Labor ministers walked out of a cabinet meeting to protest Mr. Reynolds's decision to promote on the same day his attorney general, Harry Whelehan, as

president of the High Court, the country's second-highest judicial post. Labor had argued against the appointment, insisting that Mr. Wheleban explain to Parliament his failure to act in a case involving extradition warrants from

Northern Ireland for a Roman Catholic priest accused, and later convicted, of child molestation. The case has caused an uproar of political and public invective in this predominantly Roman Catholic country. The promotion put Mr. Whelehan be-yond Parliament's power to question him. In Parliament on Tuesday, Mr. Reyn-

See IRELAND, Page 8

#### Kiosk

### Nice's Ex-Mayor Is Extradited

MONTEVIDEO (AFP) — The former mayor of Nice, Jacques Medecin, was extradited to France on Wednesday to face corruption and fraud

charges.
The Air France jet carrying Mr.
Medecin departed for Paris on Wednesday, with stops in São Paulo and Rio de Janeiro. The flight was due in Paris on Thursday morning.

Mr. Medecin, 66, had spent nearly a year in Uruguayan prisons after his arrest Nov. 25, 1993, in Punta del Este, a beach resort east of the capital. He fled to Uruguay more than four years ago to escape trial on charges of misuse of public funds and corrup-

### General News

Suddenly, Republican lobbyists are in great demand in Washington. Page 3. Socialists' hopes are on the rise for French presidential elections. Page 7.

#### Business/Finance

Indonesia signs a potential \$40 billion natural-gas pact with Exxon. Page 11.

| Book Review | rage 7.  |
|-------------|----------|
| Bridge      | Page 9.  |
| Crossword   | Page 19. |
|             |          |

| 1 | Newsstand Prices |
|---|------------------|
|   | Anderro          |
|   |                  |

### **School Prayer Takes Center Stage** But Amending U.S. Constitution Won't Be Easy

WASHINGTON - The long-standing debate over prayer in American public. schools, which hovered on the margins of the congressional elections, has ballooned into a front-and-center issue for the White House and the resurgent Republicans in

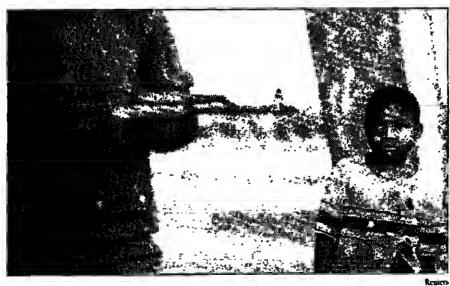
The question has been propelled by re-cent comments from President Bill Clinton and the incoming speaker of the House of Representatives, Newt Gingrich of Georgia, who seem to agree that a fresh look at school prayer is warranted.

Underlying the debate is a broad concern among Americans, detected in a variety of opinion surveys, that the nation is losing its moral compass. Civil liberties groups, which have long

warned against breaching the legal barrier between church and state, have expressed shock and anger that Mr. Clinton, a Democrat, has now opened a door to amending the constitution in a way that Republican conservatives have long urged. But it is unclear how far Mr. Clinton intends to

Mr. Gingrich raised the school prayer question in an interview with a Washington newspaper shortly after the sweeping Republican victories in elections last week. Asked in Jakarta on Tuesday what he thought of the idea of amending the constitution to permit prayer in schools, as Mr. Gingrich had suggested, the president said he would not rule it out. On Wednesday, Mr. Gingrich in turn

See PRAYERS, Page 8



A young Angolan warily watching a soldier as his country edged toward peace.

# Without Ethnic Balance, Bosnia Grows More Muslim

By John Pomfret

ington Past Service SARAJEVO, Bosnia-Herzegovina - When he began his eighth year of school in September, Dino Becirevic was faced with new choice: a class in religion. Although he should have been offered his pick of three beliefs,

Islam was the only option. In the beginning the 12-year-old stayed away from the classes, but recently he started attending. Religious studies are held in the middle of the day, and there is nowhere to wait on Sarajevo's sometimes dangerous streets until

the next class. "They're teaching us how to pray," the gangly, fair-haired boy said with an embarrassed smirk. "I'd rather

learn about computers. The re-entry of religion into public schools in Bosnia-Herzegovina after a 47-year ban hy Communist authorities is part of a series of moves by the mostly Muslim government in Sarajevo to embrace Islam as a state creed. Among other devices are the establishment of pork-free stores, public criticism of mixed marriages as "impure," the firing of all but one non-Muslim director of state-run

firms, and official denunciations of an independent gained the upper hand in the diplomatic struggle for newspaper and radio station for their secular ideals. While the Muslims' Serbian enemies have trumpeted

these developments as signs that Islamic fundamentalism is taking root in Bosnia, their significance, according to political party committed to ensuring its survival after the Western diplomats, appears to be founded more in the authoritarian political culture of Yugoslavia and its former republics than in extremist movements from the

Middle East. Bosnia is not sliding toward an Islamic state, these officials argue, but moving toward a one-party state, controlled by President Alija Izetbegovic's Party of Democratic Action.

The move toward a one-party state with a Muslim edge presents a challenge to a government that founded its struggle against Serbian nationalist aggression on the ideals of a tolerant society. Throughout the war, the Sarajevo government has employed the motto "multicultural, multiethnic" to

and howitzers to grah 70 percent of Bosnia, the Muslims

But a huge shift in population has helped spur changes in Bosnia, creating a volatile mix easily exploited by a

Since 1992, Serbian forces have expelled more than 1 million Muslims from their territory. These refugees, often from the countryside, have poured into Sarajevo and other Bosnian cities, upsetting the delicate ethnic balance between Croats, Muslims and Serbs.

As more Muslims arrived in these cities and towns, Croats and Serbs began to leave in droves. International relief agencies estimate that over the last few months, now that roads are open to the Croatian coast, tens of thousands of Serbs and Croats have moved, either to Croat- or Serb-held areas or abroad.

Tuzla, for example, was once a symbol of ethnic harmony in Bosnia. In 1990 elections, it was one of two spearhead its struggle against the better-armed and betcities in Bosnia not to elect an ethnic-hased party to ter-organized Bosnian Serbs. While the Serbs used tanks

See ISLAM, Page 6

### Angola Orders Its Troops to **Stop Shooting**

LUANDA, Angola — Angola's army, close to military victory over UNITA rebels, ordered its troops Wednesday to cease fire so that a peace treaty could be

signed to end 19 years of war. If it holds, the cease-fire will open the way for a formal peace treaty that will disband the rebel army, begin integrating the insurgents into the government and a unified military, and set in motion the provisions for United Nations cease-fire monitors.

The formal treaty was to have been signed Tnesday, hut Jonas Savimhi, the rebel leader, would not leave his command post in the countryside because the government has continued to fight throughout

recent negotiations. Despite Angola's long history of hroken peace agreements, the UN special representative to Angola, Alioune Blondin Beye, declared that the truce meant "there

is going to be no more killing in Angola." Mr. Beye said he was confident that Mr. Savimbi and President José Eduardo dos Santos would sign the full treaty on Sunday in Lusaka, Zambia, where the agree-

ment was reached Tuesday night. General Eugenio Ngolo, the senior officer at the talks from the rebel UNITA, the National Union for the Total Indepen-

"We think that it will be done," he said. A government military representative, General Pedro Neto, nodded his concur-

The rebels, with their forces hard-

pressed, appealed for a rapid deployment

dence of Angola, agreed.

of UN monitors. The Angolan Army chief of staff, General João de Matos, in a statement broad-See ANGOLA, Page 6

By Fred Hiatt

MOSCOW - They set out into the wild taiga on Sept. 3, making camp their first night in an old hunter's hut. They breakfasted the next morning, later investigations showed, and had begun preparing lunch: onions, strong tea, thick-ly sliced bread.

That is the last anyone knows of the three experienced forest rangers and their young friend, who was considering a career alongside them. Now their colleagues fear that all four have become victims of foul play - victims, in fact, of a little-noticed but escalating war between Russia's embattled nature reserves and their impov-

erished neighboring populations.

Across Russia, poachers, loggers and herdsmen are invading wilderness areas, threatening the dwindling habitats of hundreds of endangered species. Forest rangers, underfunded and poorly trained, are practically defenseless, especially as the fear of authority of the Soviet era gives way to a climate of lawlessness. And ecology activists say that most Russians, preoccupied with other problems, hardly care.

"If four Yellowstone rangers were killed, it would shake America, I'm sure," said Vsevolod Stepanitsky, vice chairman of the Biodiversity Conservation Center, an advocacy group in Mos-

cow. "But not enough Russians know where we are or why we're needed. And the overall level of crime is so high, people are convinced that you

can kill anybody and get away with it."
"A tragedy bas taken place," said Deputy
Environment Minister Amirkhan Amirkhanov. "It is too big a loss for us. These were devoted specialists. We cannot allow them to he

At the Sayano-Shushensky Nature Reserve in the mountains of southern Siberia, not far from Mongolia, tensions have been growing for years. Forest rangers want to preserve the isolated splendor of their reserve, home to snow leopards, Altai mountain sheep, golden eagles and other endangered species. But neighboring communities, already pushed onto rocky steppeland hy foolish Soviet policies, want access to the reserve's mountain meadows to graze their cattle and to hunt.

Ethnic tensions aggravate the problem here, since the reserve borders on the autonomous region of Tuva, a nation of proud horse-riding herdsmen who were independent until 1944 later than any other part of today's Russia. Neighboring Tuvins have been evicted from traditional grazing lands. Now reserve officials complain that Tuva authorities have offered little help in the search for the four missing men.

Vladimir Suge-Maadyr, a representative in biologist, Tunur Mukhamediev. "The adminis-moscow of the Tuva Autonomous Republic, tration decided, and that's how it was." angrily denied such allegations. He said the Tuva Interior Ministry had carried out an active search

and was continuing to investigate the case. Mr. Suge-Maadyr also said the case should not be put in the context of ethnic tensions or anger

start a civil war, nothing like that is happening. he said. "There's crime in Tuva, there's crime in Moscow, there's crime in New York. To accuse an entire people is absolutely unacceptable."

Mr. Amirkhanov agreed that no conclusions could be drawn until the case was solved, but he added, "All signs point to Tuva." He also said that preserve officials and the Tuva authorities must sit down and work out their problems before everything is entangled in hlood."

To some extent, the problems began with the creation of the Sayano-Shushensky reserve in 1976. Although it is in Russia's Krasnoyarsk region, across the border from Tuva, a number of Tuvin families had lived on its territory. They were expelled, and, in some cases, their houses were hurned down to make sure they would not

"It was a different system then," said a park

Construction in Tuva of a giant dam for hydroelectric power compounded the problem, creating a reservoir that in the mid-1980s put two Tuvin towns under water and flooded much of their best pastureland. As a result, Mr. Mukhamediev said, the steppe between the reservoir "Naturally, any person who gets kicked out is and the reserve became even more overcrowded, going to feel resentful, but to start shooting or with overgrazing turning much of it into a

"moonscape."
As meadowlands in the nature reserve in the meantime recovered from past overuse, neighboring herdsmen hecame more and more

At the same time, the reserve closed a trail that leads through it to a sulphur spring that holds both religious and medical significance for the

When Alexei Novoselov, 36, and his crew left Sept. 3 for a regular patrol of the reserve's border, they traveled without two-way radios. This was in part due to "complacency," Mr. Mukhamediev said, and in part because the reserve was always short of batteries.

Laborious combing of the preserve has turned up no signs of any of the men, Mr. Mukhamediev said. A comparable search in Tuva has not been permitted, he added.

Berlusconi,

Frustrated,

**Threatens** 

To Call Vote

ROME - Prime Minister

Silvio Berlusconi used threats

of new elections and parliamentary hrinksmanship Wednesday

to force reforms of the state

pension system through the legislature despite vehement pub-

Defending the measures and his use of confidence votes to

push them through Parliament,

he said he would pull the plug on his fractious six-month-old coalition himself unless its members fell into line.

"If all the forces in the major-

ity behave responsibly, I think

the government will last," Mr.

Berlusconi said in the Chamber

"If someone doesn't show re-

sponsibility it won't last," he

said. "And it won't be other

people who make it fall but the

will be to go back to the voters,

The government holds a 51-

seat majority in the lower house. While the Northern

League has promised to back

Mr. Berlusconi in the chamber

vote, it has said it will press for

changes to the budget plans in

the Senate, where the govern-

ment does not have an overall

The lower bouse voted Wednesday, 346 to 208, to sup-

port the government in a confidence vote submitted by Mr.

Berlusconi to keep pension re-

The government survived a second no-confidence vote, tied

to another aspect of pension reform, 321 to 189.

automatically passed.

lire (\$30 billion).

Such votes mean legislation is

Mr. Berlusconi, elected in

cit. is championing a hudget

Italy's three main lahor

unions called Tuesday for an

eight-hour general strike on Dec. 2 on the pensions savings,

central to the budget plan, after the government decided to put

Tens of thousands of workers

staged spontaneous protests across Italy on Wednesday. The

protests included brief strikes, road and rail blockades, and

marches in a number of cities.

The hudget law is scheduled to complete its passage through

them to the confidence test.

forms mtact.

"If it isn't possible to continue governing in the interests of the country then the only thing

lic opposition.

of Deputies.

prime minister."

he said.

ALL CLEAR, BUT KEEP OUT - A Lithuanian soldier stopping journalists Wednesday from entering the country's main nuclear power plant, 160 kilometers from Vilnius. The plant was shut down and

searched for a bomb by Lithuanian and Swedish experts after two threats to bomb the plant — one from a gang whose leader has been sentenced to death and the other in an apparent extortion attempt.

# Ukraine Ratifies Nuclear Treaty, With Conditions

Agence France-Presse

KIEV - The Ukrainian Parliament on Wednesday ratified the Nuclear Nonproliferation Treaty but attached conditions including the signing of an ining Ukrainian security.

President Leonid Kuchma told Parliament that a memo-

States at the Conference on Se- peaceful purposes. curity and Cooperation in Europe to be beld Dec. 5-6 in Bu-

was being prepared.

The Parliament also set a condition that its nuclear mate-

A third condition was that

re-examine its position on the in 1995. nonproliferation treaty.

Britain, Russia and the United they could be used only for the conditions, was passed, 301

Russia, the United States and economic or military pressure other Western powers have refrom a nuclear state would be peatedly pressed Kiev to ratify A Western diplomat in Mosconsidered an exceptional cirthe treaty, which took effect in
1970 and is due to be renewed

The Parliament voted, 295 to powers not to help nonnuclear the Soviet armed forces during randum guaranteeing Ukraine's rials remain the property of 10, to ratify the treaty in princi- states develop atomic weapons, the breakup of the Soviet Union security would be signed by Ukraine, with the proviso that ple. A second vote, confirming and the nonnuclear states not to in 1991.

attempt to build them. It also forbids conversion of nuclear technology from civilian to military use.

Under a separate agreement reached in January with Russia and the United States, Ukraine has begun dismantling its arsenal of 176 rockets and about The treaty commits nuclear 2,000 warheads inherited from

# Major Defies Backbenchers on European Policy

John Major challenged Conser- an early election. vative Party rebels on Wednes-

### For investment information

read

THE MONEY **REPORT** 

> every Saturday in the IHT

As rightists of the ruling parbill to raise British payments to the European Union, governwould make it a vote of confidence in his government.

With a majority of only 14, and with rebels triumphant at opinion polls.

their scuttling of government The bill, which would raise could face a tough fight. But the officials said Mr. Ma-

jor would not flinch, hringing the EU bill to the House of

Although Mr. Major does not

have to face election until 1997. threatened to vote against a defeat in a vote of confidence would force an early poll and almost certainly lead to the ment officials said Mr. Major Conservatives' losing their 15year hold on power. The resurgent Labor Party leads the Conservatives hy 25 points in

plans two weeks ago to priva-tize the Post Office, Mr. Major European bloc by £259 million (\$400 million) a year by 2000, was the most controversial feature of a low-key program unveiled in a speech by Queen

Reuters

day to back his government Commons as fast as possible, Elizabeth at the state opening upset Mr. Major's hopes of a LONDON—Prime Minister over its European policy or face possibly within two weeks.

Elizabeth at the state opening upset Mr. Major's hopes of a period of calm after a year of

Mr. Major avoided radical measures in the style of his predecessor, Margaret Thatcher, and demanded by her diehard supporters in the party.

The speech unveiled plans to open up the domestie gas market to competition, to equalize the pension age for men and women at 65 hy the year 2020 and to authorize the private sector to build a high-speed rail link between London and the Channel Tunnel.

overshadowed other events and vote against the bill.

policy turnabouts and scandal.

A senior Conservative mem-ber of Parliament, Sir Marcus to Europe's largest hudget defi-A senior Conservative mem-Fox, warned in a BBC radio interview that defeat for Mr. package that aims to reduce Major over the bill could bring next year's deficit hy 48 trillion down the government and force elections.

But the strong-arm tactic seemed to backfire, with Teresa Gorman and Tony Marlow, two members of a hard core of Conservative rebels on Europe, saying they were astonished at But the dispute over Europe the ultimatum and promising to

# Age May Soon Be No Bar to an English Refuge

LONDON — England and Wales will allow children into bars and may possihly open pubs on Sunday afternoons for the first time since World War I, a government minister said Wednesday.

The traditionally restrictive laws governing pubs will be liberalized next year under an order that the Home Office

minister, Michael Forsyth, will propose

to Parliament. Children under 14, at present limited to special family rooms in pubs, will be allowed into the main bars starting next year, Mr. Forsyth said. But magistrates will first have to be satisfied that the pubs concerned offer a family atmo-

sphere, he said. "Adults will be able to enjoy a drink in the company of their families." Mr. Forsyth said at a leisure industry conference. Children are likely to benefit from see-

and relaxed atmosphere." He also said he was looking at an anomaly under which pubs can open every afternoon of the week except Sundays. The present position is "not easy to

the lower house by Saturday and then go to the Senate. ing sensible drinking in a comfortable

#### (AFP, Reuters) Iran Executes 3 by Stoning Agence France-Presse

TEHRAN - Three people, including a woman, have been stoned to death in Sari, in northern Iran, for murder, rape and adultery.

# WORLD BRIEFS

UN Asks to Put Team in North Korea VIENNA (Reuters) — UN atomic-safeguard officials proposed Wednesday sending a team of experts to North Korea as soon as possible to discuss details of a nuclear freeze agreed between

yongyang and the United States last month. Pyongyang and the United States last month.

The International Atomic Energy Agency said the same team, which would include inspectors, should also start putting in place some of the measures aimed at ensuring that Pyongyang had

halted its nuclear program.

The chief of the agency's safeguards department, Bruno Pellaud, made the request at talks with North Korea's ambassador to Vienna, Kim Gwang Sop, at the agency's headquarters in the Austrian capital. It was the first official meeting between North Korea and the agency since Pyongyang pulled out of the 121nation organization in June.

### **Anti-EU Forces Lead Polls in Norway**

OSLO (AP) — Opponents of EU membership held a stable lead in polls published Wednesday, despite predictions that Swedish voters' approval of membership Sunday would sway many Norwegians toward a "yes."

Backers of European Union membership made strong gains in polls published Tuesday, leading to hopes in their camp that Norwegians would vote in favor of joining the EU in a Nov. 28 national referendum. But polls published Wednesday showed that a majority of Norwegians still planned to vote "no."

In an opinion poll conducted for the Oslo newspaper Dagbladet, 57 percent of those who had made up their minds planned to oppose EU entry, an increase of 1 percentage point from the newspaper's poll on Monday. The MMI institute said 43 percent planned to vote "yes." The Oslo newspaper Verdens Gang said its poll indicated a closer vote, with 52 percent against and 48 percent for. Both newspapers said their figures did not include undecided voters, still a substantial bloc in Norway.

### Israel Rights Unit Warns on Torture

JERUSALEM (Reuters) - An Israeli human-rights group on Wednesday condemned a government decision to allow the secret police to get tougher to exact confessions from Palestinian suspects and accused the government of permitting torture.

"The government is trying to widen the crack through which a

legal cover can be given to torture," Yizhar Be'er, director of the human-rights group B'Tselem, said at a news conference in

Political sources said Sunday that a cabinet committee, responding to the killing of more than 25 people hy Muslim guerrillas since October, would relax restraints on the Shin Bet internal secret service for a three-month trial period. Justice Minister David Libai, without referring to the specific Shin Bet guidelines, said: "The committee took a decision intended to strengthen the Shin Bet's ability to deal with the wave of terror-

#### Seoul Pulls Diplomats Out of Algeria

SEOUL (AP) - The South Korean government has ordered its

diplomats to leave Algeria following a violent Muslim extremist insurgency, the Foreign Ministry said Wednesday.

Ambassador Kwon In Huk and two other emhassy officials in Algiers had been under the protection of the local police since unidentified gunmen shot and killed a South Korean husiness executive in October in a campaign against foreigners. More than 60 have been killed in 14 months.

The government had since evacuated South Korean husinessmen, some embassy officials and their family members to Seoul. The ministry said it had decided to evacuate the remaining embassy staff as well, because the situation in Algeria bad deterio-

#### TRAVEL UPDATE

### **EU Is Planning 2 New Rail Projects**

STRASBOURG, France (AP) - Two rail projects have been added to an ambitious European Union plan to upgrade transportation links among the dozen nations, the EU's economics chief said Wednesday.

Henning Christophersen said the projects were a high-speed railroad linking Glasgow with southern England, and one linking Ireland with Continental Europe via the English Channel tunnel. Fourteen projects have now been given high priority for financing by the EU's executive agency as part of a massive public works program designed to create 15 million new jobs by the end of the decade. Mr. Christophersen said be hoped EU leaders would approve blueprints for the projects when they meet at Essen,

Germany, Dec. 8-9. Chinese local officials have banned vehicles from around the museum housing the famous 2,000-year-old terracotta army near Xian, in Shaanxi Province, to prevent damage from exhaust

Region Air, a Singaporean air charter company owned by a botclier, Ong Beng Seng, took off Wednesday on its maiden flight, to the Vietnamese city of Vung Tau. It is Singapore's third fully fledged airline, officials said. Region Air is targeting husiness travelers, primarily in the oil industry, for its twice-weekly flights to Vung Tao, east of Ho Chi Minh City.

### France Issues Warning On ATR Commuter Craft

PARIS - French aviation authorities said Wednesday that they bad issued a warning to airlines flying the ATR-42 and 72 commuter planes to ban use of the autopilot in icy conditions or when flying in severe turbulence.

The notice, sent out on Tuesday, follows a crash on Oct. 31 in the United States of an American Eagle ATR-72, built by a French-Italian consortium. All 68 people on board were

The French aviation agency asked for the warnings to be incorporated in flight manuals within 24 hours.

Last Thursday, the U.S. Federal Aviation Administration

issued a warning that icing on the wings of ATRs could cause problems and said it would make a review of the aircraft in conjunction with the French authorities. Icing is considered a possible cause of the crash.

The U.S. National Transportation Safety Board, which is investigating the accident, has called for the planes to be grounded in icy conditions while undertaking a major safety review. The board has also recommended that the strict rules governing major airlines be extended to smaller commuter carriers. The board's recommendations go to the Federal Aviation Administration for action.

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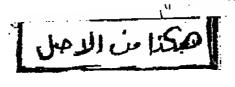
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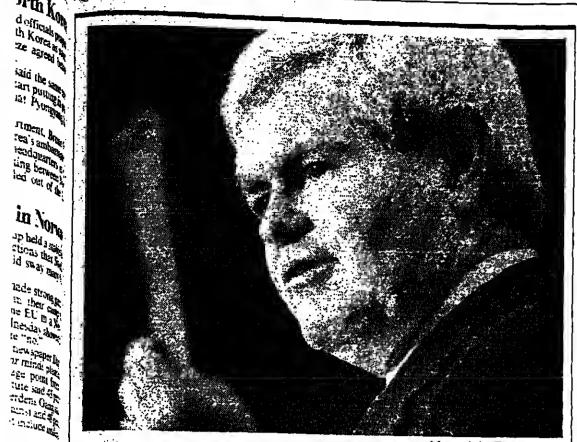
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Mr. Gingrich after fending off the press to address the Heritage Foundation.

### POLITICAL NOTES

#### It's Gingrich vs. the Media

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WASHINGTON - Newt Gingrich, the House speaker-to-be, and the Washington press corps seem to have declared a state of open hostility. "How 'Normal' Is Newt?" a Newsweek story asks. A Herblock cartoon in The Washington Post shows Mr. Gingrich

climbing out of a sewer.
"THE COLD-BLOODED NEWT." shouts the New York Daily News, touting an interview with his former wife. CBS calls him bombastic and ruthless," while a New York Times columnist, Anthony Lewis, describes his methodology as "slash and hurn, knife

For his part, the Georgia Republican has disparaged the "elite media," harred reporters for the Atlanta Journal-Constitution from his office and accused The Washington Post of having "deliberately distorted" his remarks. He also whacked The New York Times for suggesting that a shiny hlack Cadil-lac from which he emerged last week was his.

As a "bomb-throwing backbencher," to use the preferred cliché, the former college instructor provided great copy for a profession that thrives on incendiary sound bites. But now that Mr. Gingrich is about to preside over the House of Representatives, his combative style and provocative views are being cast in a harsher light. And embarrassing hits of personal history, such as the messy 1981 divorce from his cancer-stricken wife.

are being recycled in profile after profile. Michael Barone, a right-leaning columnist for U.S. News & World Report, said, "Most of the press was dismayed by the results of the election. I don't think Newt will ever get r treatment from

The animus is there." Denizens of the mainstream media, not

surprisingly, have a different view.

Eric Engberg, a CBS reporter, said, "Gingrich is exhibiting some of the thin-skinnedness you'd expect from a politician who's never held power, and thus has not been exposed to the kind of intense scrutiny the ins usually get. The speaker-to-be is learning for the first time that you can't he the bombthrower and tough political rhetorician and

then complain when the press gives you fairly full coverage. The fact that he's conservative is not nearly as important as the fact that he's very ourspoken and very partisan." (Howard Kurtz, WP)

#### New, but Not Inexperienced

WASHINGTON - Disenchanted voters might have sent some congressional titans packing, but that hardly means they are sending an army of amateurs to Washington.
The 104th Congress that convenes in Janu-

ary will feature the least-seasoned crop of national lawmakers in nearly 40 years, with at least 86 first-term legislators reporting for duty to the House to join most of the 110 newcomers elected two years ago.

But the overwhelming majority of the new arrivals, many of whom are Republicans, are not novice legislators. An analysis by the Los Angeles Times shows that more than threequarters of the freshman class of '95 either have held public office recently or were political operatives - that is, they held political party posts or previously ran for office before being elected.

"Outsiders don't make it." said Gary Jacobson, a political science professor at the University of California at San Diego who specializes in Congress. "The candidates who were able to take advantage of the anti-Washington and anti-Democratic sentiments were people who themselves were politically active and savvy and seized this as an oppor-

tunity to move into Congress."
Only 20 candidates who had not held or sought political or party offices were elected to the House in 1994, even though more than aspirants can Expe dates remain better able to build formidable political and financial support.

#### Quote/Unquote

President Bill Clinton on Republican discussion of a constitutional amendment to permit prayer in public schools: "I'll be glad to discuss it with them. I want to see what the details are. I certainly wouldn't rule it out; it depends on what it says."

# **Navy Chief Fights Shrinking of Fleet**

### Boorda Opposes Plan to Speed the Retirement of Ships

By Michael Gordon New York Times Service

WASHINGTON — As the rivalry among the military services has escalated, the U.S. Navy's leading admiral is mounting a campaign against plans to shrink the fleet.

This effort takes place at a time of growing Pentagon anxiety over declining military spending, but it also comes at a time when the Republicans' election victories have given some military officials hope that cutbacks may be reversed. In comments to his aides, Admiral Jeremy M.

Boorda, chief of naval operations, has rejected his own service's plan to speed up retirement of ships and put aside money for shipbuilding. That plan would have left the navy with 330

Instead, as the hudget crunch has intensified, Admiral Boorda has said the navy needs about 346 ships, underscoring demands the navy faces as it shuttles warships hack and forth among Third World trouble spots. While this seems to be a debate over 16 ships and the \$240 million a year it takes to operate

them, it also turns on fundamentally different visions of how to manage the navy. Specifically, the dispute centers on whether to put money into preserving the navy to cope with today's brushfire wars or to shrink the fleet and earmark savings for the future. Since funds are

tight, even small adjustments in the navy's \$78 billion budget are significant. Admiral Boorda's strategy was summed up in a blunt memorandum written by Rear Admiral

J.G. Prout 3d, a senior official of the Pacific Fleet who attended an off-the-record hudget presenta-tion by the navy chief in September. "The emphasis will be on demonstrating that

we need more force structure to carry out our assigned roles and missions," Admiral Prout wrote in the memo, which was obtained by The New York Times. "No more balanced hudget. No more affordable force."

Defenders of Admiral Boorda say he is simply arguing for what the navy needs to keep ships steaming in Third World trouble spots.

"My view is that force structure has shrunk below a prudent level for almost every class of ship," said Admiral Henry H. Mauz Jr., who retired last month as Atlantic Fleet commander. But critics within the navy say Admiral

Boorda is assuming future years will be as de-manding as the busies: times in the past 18 Experts outside the Pentagon say that the Republicans' fiscal conservatism, despite their

talk of building up defense, is likely to keep the military budget on its downward slide. "Boorda is robbing from the future to cover the near term," said Andrew F. Krepinevich, the director of the Defense Budget Project, which

monitors military spending. You have a navy that is talking about adding ships to its base. Meanwhile, the Defense De-

partment admits it has a budget shortfall of somewhere between \$40 billion to \$50 billion for the next five years, and others say the shortfall is even larger."

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All together it means more

comfort, control and choice.

# As Capitol Power Goes, So Go the Lobbyists

By Michael Weisskopf

WASHINGTON - No one broke down the door to hire Rick Graimeyer last year when he decided to quit as minority tax counsel of the Senate Finance Committee. Io a town dominated by Democrats at every level, a former Republican congressional aide was in as much demand as a travel agent in a prison yard.

What a difference an election makes. Only hours after the Republican sweep of Congress last week. Mr. Grafmeyer got his first feeler from a Washington lawlobbying shop. By week's end, two more firms offered to bring him in as a full partner.

For all the talk of sweeping political change, there is one immutable requisite of Washington: access to the lords of Capitol Hill. With Democrats calling the shots for most of the century's second half, lobbying firms came to rely on one-time legislative and campaign aides for powerhouses with names like Dan Rosten-kowski, John D. Dingell and Robert C. Byrd, who brought with them a guaranteed entrée to their former bosses in exchange for lucrative private sector salaries. Now that the Democrats have been pushed to the sidelines, the firms are scouting for a new crop of persuaders who can promise the same access to the

ary analysts and schedule the votes on legislation.
"The perception is if the Republicans run both the House and Senate, you're going to be better off with

new Republican bosses who will run the congressional

committees, launch the investigations, hire the hudget-

Grafmeyer, who plans to stay in his job as tax attorney

for Ernst & Young.
In the worst position — and in the hottest pursuit of Republican staffers - are the Democratic firms that once seemed so well situated to cash in on their connections with the Clinton administration and Capitol Hill. For the hundreds of Democratic aides who will soon be out of jobs, that means their future as lobbyists is grim: the last thing these firms need is

more Democrats. Even Republican firms are looking for fresh blood to strengthen their representation in the Senate or to establish links to such new leaders as the probable House speaker, Newt Gingrich of Georgia.

For such seasoned aides as Michael Tongour, chief counsel to the Senate minority whip, Alan K. Simpson of Wyoming, the offers began coming in before the Nov. 8 election. Billy Pitts, top assistant to the outgoing House minority leader, Robert H. Michel of Illinois, has been courted for months. House associates said. And a former aide to Senator Orrin G. Hatch, Republican of Utah and probable chairman of the Judiciary Committee, claims to have received "a joh offer a day" from Democratic firms.

Edmund J. Mihalski, the Republican staff director Senate Finance until last December, received a call Wednesday morning from a Republican firm seeking to update its contacts with the new leadership.

If there is any question why people like Mr. Mihalski are in the cathird seat, consider the postelection someone with Republican connections," said Mr. experience of James H. Lake, a Republican lobbyist

who worked as a senior consultant in George Bush's 1992 presidential campaign.

After a business downturn in the past two years of Democratic control of executive and legislative branches, Mr. Lake's firm began hearing from new prospective clients in corporations and trade associations. Negotiations already uoder way began to firm

up, he said.
"All of a sudden beginning last Wednesday people wanted to address the future," Mr. Lake said. He added that businesses now see that "Republicans are oow the leadership.'

. Thomas D. Parry, a key fund-raiser for Senator Hatch, said he returned to Washington this week to "pages and pages of phone calls" from potential cli-ents. A Republican sea change like this, he said, means 'more activity, more prominence and more access" for Republican lohhyists like him.

Two years ago, after Mr. Clinton's election, many top Republican firms scrambled to change their identity. Timmons & Co., for example, elevated as its board chairman William H. Cable, an aide to former President Jimmy Carter. And it hired as vice president John S. Orlando, chief of staff of the House Energy and Commerce Committee under Mr. Dingell, its powerful Democraric chairman from Michigan.

Their roles are still important, according to Tom Korologos, the firm's president.

'You don't shut off a Dingell," he said, "The Dingells now become the bomb-throwers. Fires will

### Mexico Suggests U.S. Work With It on Migrant Flow

By Tim Golden

New York Times Service TIJUANA, Mexico - With Mexican anger still building over the approval of a California hallor initiative to cut social services to undocumented immigrants, President Carlos Salinas de Gortari has said Mexico and the United States will have to discuss a freer flow of migrant workers just as they negotiate

Little more than two weeks before his six-year term is to end, Mr. Salinas argued that some sort of hilateral agreement on a greater legal flow of Mexican migrant workers northward is the only way that the problem might be controlled,

I am not proposing that millions of Mexicans go to

itable, and it is better to order and regulate it than to confront it with administrative measures that are not going to stop it because the force of the economies is

Mr. Salinas said he did not intend his call for such discussions as a formal proposal. Barred by the constitution from seeking re-election, he will leave the presidency on Dec. 1.

But his remarks are nonetheless an important indication of Mexico's growing frustration with the hardening American line against illegal immigrants, and his views closely reflect those of his hand-picked successor, Ernesto Zedillo Ponce de León.

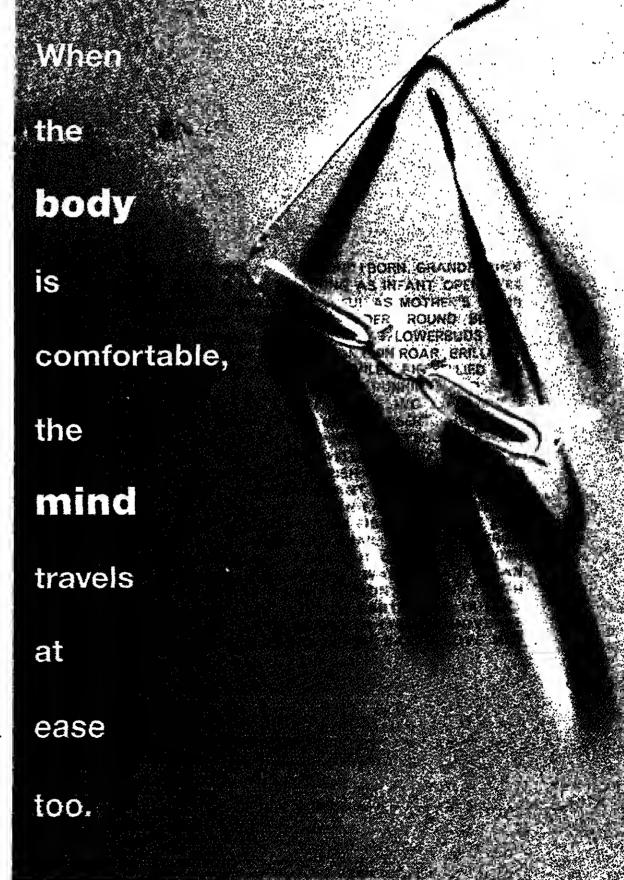
Both men have assailed the immigrant-control initiative in California, Proposition 187, as misguided the United States - we want them in Mexico," Mr. and xenophobic, and both have said they would Salinas said in an interview, "That movement is inev- do what they can to protect Mexican migrants

while helping to fight the measure in the courts. Having pushed for the North American Free Trade Agreement over the quaims of nationalistic compatriots, both men are also acutely sensitive to Mexicans' outrage at the hallot measure's sweeping approval in a year that was to have ushered in a new spirit of cooperation between Mexico and the United States.

News of the vote and its possible effects has dominated newspaper headlines for days. Mexican protests have ranged from official rebuke at the United Nations to the hitter complaints by the Mexican winner of the New York City Marathon and the ransacking of a McDonald's restaurant in Mexico City by a gang of

masked youths.
It has seemed to matter little that challenges to the initiative in federal and state courts could limit or delay its enforcement for years.





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# **Away From Politics**

 A California law requiring motorcyclists to west helmets produced a 37.5 percent drop in fatalities from motorcycle collisions and saved as many as 122 lives in its first year, according to researchers at the University of California at Los Angeles. .

• A General Mills Inc. subcontractor was found guilty of spraying an unapproved pesticide on oats used to make 160 million boxes of popular cereais such as Cheerios and Lucky Charms. A jury in St. Paul, Minnesota, found Y. George Roggy guilty of adulterating food and misusing pesticides for spraying Dursban on oats bound for General Mills. The pesticide is approved for and widely used on other food products, but has not been approved for use on stored grains.

• A tornado spawned by a tropical storm ripped through the retirement community of

Barefoot Bay, Florida, killing at least one person. The deaths of two more people in Florida were blamed on the tropical storm, designated Gordon, that left at least 100 dead on its path through the Caribbean.

 Jerry Rubin, the 56-year-old former political activist, remained in critical condition with injuries suffered when he was hit by a car while jaywalking in Los Angeles.

• Six people who chained themselves to cars and a concrete-filled drum in Milwaukee were found guilty of violating a new federal law against blocking access to abortion clinics. The six were the first people charged under the law, which took effect in May. Each was convicted of a misdemeanor and faces up to six months in prison and a \$10,000 fine at sentencing Feb. 13.

### Big Smoke, Little Fire

The leaders of 18 nations who gathered this week at the Asia-Pacific Economic Cooperation summit meeting in Indonesia arrived with lofty talk of achieving a sweeping agreement to stimulate economic growth on the Pacific Rim, which is already among the most vibrant economic regions in the world. Their final communique enshrines a noble objective - free trade and investment by the year 2020. Unfortunately, the APEC pledge fails to include a single substantive measure.

The easy task is to commit to a vague goal a quarter-century away. The hard task, apparently too hard, is to take concrete measures that would challenge entrenched interests in each country.

The APEC countries call for free trade, but do not say if that includes services as well as manufactured goods. The participants call on APEC's industrialized members to achieve free trade 10 years earlier than the 2020 target for everyone, but do not say which countries would be included in the fast lane. Does that leave South Korea or China, for example, in or out?

Underlying the failure to produce a detailed agreement are fundamental differences among the group's members. The United States and Australia are both enthusiastic proponents of free trade, in part because both feared that the East Asian members might move without them. But Malaysia and others oppose free trade to varying degrees.

Their problem arises in part from the fact that international trade rules, with one exception, prevent countries from extending preferential trade to each other unless they also extend it to every other trading partner. The exception applies only to countries that move all the way toward forming a free trade bloc like the North American Free Trade Agreement between Mexico, the United States and Canada.

The Asia-Pacific countries know that the U.S. Congress is not about to approve another NAFTA, especially if it includes low-wage bastions like Malaysia and Indonesia, without insisting upon rules about environmental protection and working conditions. That prospect scares many APEC countries out of tying themselves closely to the United States in a free trade zone. The conference postponed dealing with fundamental difficul-

ties like these for at least a year. Even though it could not create a free trade zone overnight, the APEC gathering could have made progress in specific areas. For example, the countries considered, but failed to adopt, a code to open up borders to foreign investors.

The trick for APEC is to turn the virtuous pledge into real progress. That will require aggressive action on small measures that would knock down tariff and nontariff barriers. Free trade among Pacific Rim countries could then become something more than rhetoric.

- THE NEW YORK TIMES.

### **Wrestling With Welfare**

Since Bill Clinton and the newly ascendant Republicans agree on the need to change the welfare system, the assumption has been that it ought to be easy to get a reasonable bill. In fact. welfare could prove to be one of the most difficult issues before the new Congress. Not only are there deep dif-ferences between President Clinton and the Republicans, but multiple points of view exist within the Republican congressional majority.

The biggest danger is that the reform battle will focus not, as it should, on how to help the poor out of dependency but rather on how to slash government aid to the needy, including children.

Mr. Clinton would limit welfare recipients to two years on the rolls, during which they would participate in education and training programs. After that they would be required to find private sector work or take public service jobs. The Republicans in the last Congress were divided into several camps. Some moderate Republicans expressed broad sympathy for the Clinton approach and proposed amendments that the administration might easily have accommodated. Another group supported a bill by Repte-sentative (soon to be Senator) Rick Santorum of Pennsylvania that resembled the Clinton plan in its emphasis on work, bul effectively abolished aid for legal immigrants, a proposal that the administration rightly resisted, and cut other programs for the poor.

Senator Nancy Kassebaum has sug-gested sending more welfare responsibil-ities back to the states, while other Re-

publicans want to end assistance to teenage mothers. The program in the House Republicans' "Contract With America" includes a work program hut would permanently deny cash aid to un-married mothers under the age of 18. Children born out of wedlock would, in most cases, be barred from receiving any cash assistance where paternity is not established. And the contract would effectively eliminate food stamps and a variety of other feeding programs, con-solidating them into a block grant.

Rationalizing state and local responsibilities by, for example, having the federal government take over Medicaid and the states take up all the burden of Aid to Families With Dependent Children is not inherently unreasonable. But this would be a large and potentially expensive change, On the other band, it makes little sense simply to abolish all federal food programs, or to pretend that tossing all single teenage mothers off welfare will lead to a costless revolution in "values."

Republicans will now be serving as governors of most of the largest states with the largest welfare loads. They will be providing a much needed counterpressure against the efforts of some of the more doctrinaire members of the party's congressional wing to disclaim any federal responsibility for the problems of the very poor. Republicans have interpreted their victory as a mandate to reduce the size of government, which is fair enough. It is not a mandate to use "welfare reform" as a cover for reviving the social policies of the 1880s.

-THE WASHINGTON POST.

### **Rules for Airline Safety**

A study by the National Transporta-tion Safety Board and an investigation by New York Times reporters cast a disturbing light on airline safety rules and regulations in the United States. The safety board, focusing on commuter airlines, said that all but their smallest aircraft, and the people who fly them, should meet the same safety standards as major carriers. The Times' investigation of USAir, America's sixth-largest carrier, indicated that even major carriers' safety procedures can be flawed.

Flying is still safer than driving to the airport. But two recent devastating crashes — one on a commuter airline, American Eagle, and the other on USAir have heightened public concern.

In a draft report, the Safety Board recommended more than a dozen measures to upgrade regulation for commuter airlines. The sweeping nature of its measures makes the point that the commuter lines' rapid expansion has outpaced regu-lation. For instance, the board found new aircraft being introduced faster than flight simulators are being developed to train their pilots; it recommended a rule that new planes not go into service until

updated flight simulators are available. The board has no enforcement powers, but regulatory agencies, transit authorities and companies usually do as it recom-mends. The Federal Aviation Administra-tion has already said it will adopt all the recommendations for commuter lines.

Times reporters Douglas Frantz and Ralph Blumenthal undertook their investigation of USAir after its Flight 427 crashed near Pittsburgh in September. It was USAir's fifth fatal crash in five years, and the worst for any U.S. carrier since 1987. Some of the lapses they found involved too little fuel in a plane's tanks before takeoff. Others involved insufficient training. In one case of too little fuel, and another involving a damaged wing, USAir personnel made false reports and were disciplined by the airline.

USAir disputes the Times article. "We operate safely," the company said, "and we will continue to do so." It noted that it has been under "intense scrutiny" by the FAA for almost two years. But, given USAir's record, any deviation from established procedure is unsettling.

The Safety Board itself is operating

under less than full power these days. Two of its five seats are vacant, and a third member's term expires on Dec. 31. President Bill Clinton's failure to fill even one of these slots threatens to leave the board without a needed quorum of three to issue reports and recommendations and, more seriously, has raised concern that he may nominate Democrats who lost elections last week rather than men and women with technical qualifications for the board's work. His foot-dragging on these appointments diminishes the ef-fectiveness of a critical federal function.

- THE NEW YORK TIMES.

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# Welcome to an Exemplary Pact on Uses of the Sea

PARIS — In an era of uncertainty in international affairs, characterized by a general disregard for the rule of law and the frequent threat or use of force for the settlement of disputes, the world community can celebrate the entry into force yesterday of the United Nations Convention on the Law of the Sea.

The convention is in all respects the most comprehensive international agreement ever achieved.

Whether making new rules or, no less importantly, codifying customary law, it establishes a global regime for governing practically all uses and abuses of the oceans and their vast resources.

Signed by all but a handful of govern-

ments after more than two decades of negotiations, it can safely be considered to represent the current law of the sea, notvithstanding the additional requirement

for formal ratification in some capitals. The treaty testifies to a broad consensus among both developed and developing socieues as to what activities are and are not permitted over, on and under 70 percent of the earth's surface. It punctures the myth, dear to ideologues of various persuasions, that North-South conflict is inevitable.

The compromises that necessarily make up the treaty offer proof that the interests individual nations can be advanced By Alan Berlind

through rational dialogue and cooperation among many. The prescriptions for the peaceful settlement of disputes written into the agreement are without prece-

dent in international affairs.

Treaty provisions on navigation in international straits, archipelagoes and coastal zones assure the maneuverability needed by major naval powers: wimess the strong public endorsement volunteered recently by Pentagon leaders before Congress. This support is all the more understandable as the United States relinquishes a foreward-basing strategy in favor of one requiring an ability to move forces and equipment to trouble spots swiftly and without political hazeling. The strong affirmation of high seas

freedoms was accomplished, moreover, with no loss to the equally crucial cause of protection of the marine environment. The treaty establishes a balance of responsibility between seagoing and other coastal nations in a way that strengthens safeguards against pollution. With respect to marine scientific research, coaststates are given control over activities off their shores, but the regime is permis-sive and cooducive to rational planning by the scientific community.

The treaty offers the same navigational benefit to commercial shipping as to military vessels. It serves the interests of all shipping and trading nations by assuring both sources. both savings and security to commercial shipping. The rights of coastal states to fisheries out to 200 miles, as well as to the vast mineral resources of the continuous shelf are presented reflective. nental shelf, are preserved, reflecting the needs of states in varying stages of development. And the treaty promotes the conservation of fisheries worldwide,

so as to assure a continuing supply for

burgeoning populations. Major economic and commercial interests are thus amply protected by the treaty. Yet support in the United States and some other industrialized states was withheld until this year owing to the claims of a small number of companies that any effective international controls or significant obligation to share the wealth would render mining the deep seabed uneconomic beyond the limits of national jurisdiction. Rather than continue the cooperative search for solunons, the Reagan administration announced that it would no longer take part in negotiations at all, an act of disdain that could well have provoked the international community to go it alone.

Instead, conscious of the need for nniversal participation in an agreement of

diplomats from developing countries decided to seek ways to address the concerns expressed, even in the willful absence of the principal grievant. No doubt aware as well that the argument that bad poisoned the discussions for so many years would prove in the end to have been largely theoretical (that is, that deep seabed mining might never produce the bonanza so loosely heralded), they repressed their own penchant for ideological bombast and found solutions that brought the United States and others on board just in time for entry into force.

With the changes that have been made to meet U.S. objections, ratification in Washington should be a formality. The new Republican majority, however, has warned the president about the conduct of foreign policy, and Senate Foreign Relations Committee hearings, with Jesse Helms in the chair, will not be easy. One can only hope that a treaty that so clearly serves the interests of the United States and the world at large will not fall prey to partisan considerations.

The writer was director of the Office of the Law of the Sea at the U.S. State Department from 1977 to 1980. He contributed this comment to the International Herald Tribune.

# Ornery Politics? The French Have a High-Toned Version on Show

WASHINGTON — Attention, you Americans who feel that your own politics took a nasty and personal turn in the recent midterm elections. Check out the France aisle. Vous ain't

seen nothing yet.

The escalating campaign to choose a successor to President François Mitterrand took a turn worthy of Balzac on Saturday when Prime Minister Edouard Balladur's foreign aid minister resigned. He was driven from office by leaks about alleged corruption and an impending indictment.

Mr. Balladur immediately named as his new aid minister Bernard Debrè, the head of the Cochin Hospital's urological unit in Paris. An unusual choice except for two details. One: Dr. Debré and his unit operated on Mr. Mitterrand for prostate cancer in 1993 and again earlier this year. Two: Mr. Balladur is the leading candidate to succeed Mr. Mitterrand.

"In the Balladur government oow sits someone who probably knows more than anyone else about the president's illness," the Financial Times noted in tones of surprise in its report about Dr. Debré, who is a Gaullist member of the National Assembly.

Mr. Mitterrand's faltering battle against cancer gives French politics a morbid and urgent tone. The president's term ends next May, and formal campaigning is due to start in March for the May 7 vote. But his illness has provoked furious jockeying among the conservatives, who expect an easy victory over Mr. Mitterrand's demoralized and disorganized Socialist Party. His early departure through resignation or death would trigger a quick 60-day campaign for a new

seven-year term. The battle for the presidency is fought at close range by people who know each other's strengths, and weaknesses, from long and intimate association. That makes it particularly bitter, and particularly French.

Mr. Balladur, a leader of the center-right coalition that took control of the National Assembly away from the Socialists 18 months ago, faces only one serious rival. That rival is the Ganllist leader Jacques Chirac, who made Mr. Balladur prime minister and By Jim Hoagland

now seeks to destroy him. Mr. Chirac claims publicly that Mr. Balladur has reneged on a promise to step aside for him. Balladur pporters suspect that Mr. Chirac's forces have led the campaign of leaks and investigations that have forced three of Mr. Balladur's

cabinet ministers from office. Mr. Balladur and Mr. Chirac come from the same party and the same ideological background. They have in fact been trusted associates in a long mutual climb to power. Their war is civil war. marked by the betrayal, intrigue and murderous rages that only struggles pitting brother against brother can bring.

That is the particularly bitter part. How about the particularly French? Politics, business and intellectual life in France are run by

a small, very well-trained and ina sman, very wen-trained and in-telligent elite. No national leader could ever belong to a "counter-culture elite." The elite is the expression of the national culture.

France is meritocracy run amok. The best and brightest are winnowed out young by national testing and then channeled into a handful of elite universities that prepare them for battle in careers that the state controls or affects with its decisions. Suppose Bill Clinton and Newt Gingrich both had been Rhodes scholars, gone to Yale Law School, dated Hillary and then achieved what they have achieved in politics. That would not be unusual in France.

France is a national nervous system — a brain sending signals down the spinal chord to the ganglia of local government and

commerce. The French case illustrates how national character is formed and expressed.

Germany is also a case in point, functioning as a national factory. Its political and economic institutions all cooperate to make industrial production and prosperity an overriding national goal.

And America? The midterm campaign showed that America has taken the characteristics of a national echo chamber, Self-promotion has become the American art and imperative. Instant, intrusive 24-hour electronic media and communications have eliminated time and temptation for reflection. Life passes much of the electorate in a blur or a shout, and the response is bafflement and then anger at the polls.

One bit of evidence for that hy-pothesis is offered by Reva Holcomb of Miami. Interviewed on

election day by The New York Times, she said she voted for Re-publicans because Bill Clinton

"has been in power too long."
We now have the Holcomb codicil to Andy Warhol's definition of fame in the television era. Perhaps we all get to be president for 15 minutes. Or each of us gets a turn to be judge in the O. J. Simpson trial and gets national

face time" that way. Americans have had to get to know Mr. Clinton in office. That has brought surprises, impatience and finally hostility from the Reva Holcombs. It would not have happened that way in France, where the candidates and the public get to know each other all too well before an election. The French take their candidates the way they take their Scotch - straight, with no illusions on the side.

The Washington Post.

### Beware, Newt's Mean Crowd, the Them Are Also Us

NEW YORK — This is my new motto: Keep Al Gore Healthy. Because when Newt Gingrich becomes speaker of the House, that puts him third in the line of presidential succession, after Mr. Gore. And that is a terrifying prospect for the moral compass of the United States.

Not because Mr. Gingrich is a Republican, or a conservative, but because in only a week

If women or blacks or gays are fundamentally 'not like us,' it is easy to accept discrimination.

he has become the most powerful public purveyor of the politics of exclusion, what might be thought of as the cult of otherness. Otherness posits that there are large groups

of people with whom you have nothing in common, not even a discernible shared humanity. Not only are these groups profoundly different from you, they are also, covertly, somehow less: less worthy, less moral, less good.

This sense of otherness is the single most pernicious force in American disconrse. Its not-like-us ethos makes so much bigotry pos-sible: racism, sexism, homophobia. It divides the country as surely as the Mason-Dixon line once did. And it makes for mean-spirited and punitive politics and social policy.

Only the deepest sense that they are not like us makes it possible to decree, as Mr. Gingrich has, that one way to reform the By Anna Quindlen

welfare system is to deny aid to the children of mothers under 21 and build orphanages if they are rendered destitute.

It is not even possible to pretend that there are enormous savings in this plan, for anyone who has compared the cost of institutional and home care in any area knows that the latter is much, much less expensive than the former. This is public atonement for the sins of teenage pregnancy and poverty at the expense of little kids.

If you think of these mothers as people very much like you in some essential way, if you think of these children as like your own, the proposal falls apart, repellent in its moral frigidily. But if they are other, different, above all less, the mental leap to the orphanage is far less taxing. If immigrants are not like us in some basic fashion, it is easy to accept discrimination against them. Believing that only "they" get the disease makes it simpler to slash AIDS funding.

Mr. Gingrich began milking the politics of exclusion long before the election returns were in and he dismissed President and Mrs. Clinton as "counterculture." Meeting with a group of lobbyists, natch, he said he would seek to portray Clinton Democrats as "the enemy of normal Americans." In a speech several weeks ago, he described America as a "battleground" between men of God, like him, and the "secular and-religious view of the left." Mr. Gingrich's mind is not far-reaching

enough to encompass those of us whose politics are to the left of his and vet who are deeply religious, who raise our children with discipline and yet are proud to call ourselves liberals. It is so much easier to stereotype.

It is troubling that much of this comes cloaked in a patina of conspicuous Christianity. Anyone with even a passing knowledge of the New Testament knows that its message is charity, love for our fellows, inclusion. The American Catholic bishops, meeting in Washington, took appropriate note of this. "There has to be personal responsibility." said the auxiliary bishop of Baltimore, John H. Ricard. We also believe the society has a responsibility for those who cannot care for themselves."

There are some bright spots on this gray horizon, quite aside from the fact that Al Gore is a young and vigorous man. One is that e little of Newt Gingrich goes a very long way, and that soon even his fellow Republicans may be tired of his bombast and his love affair with the open microphone.

The other is that he has inspired more moderate Republican voices, those not satisfied to stand mute as the party is driven into the fallow ground of meanness, the purview of the schoolyard bully, picking off the weak-er one by one. Governor Christine Todd Whitman of New Jersey sounded their counterclarion call: "Cut taxes, cut spending and replace programs that fail with government that works. Above all, include everyone." Include everyone. As I say at the end of my left-leaning prayers, amen.

The New York Times.

## Northern Ireland: For a Political Settlement, Consider Condominium

PARIS — The situation in Northern Ireland is the most favorable in a generation, with the guns of the hard men on both sides silenced for now, and the parties all talking. However, are they talk-ing about the right things?

It has once again been shown that violence pays; thus there is serious reason to fear that it will return. Northern Ireland would not have reached the point it is at today had the IRA not pushed aside the peaceful civil rights pro-tests of the Northern Catholic minority, which began in 1968, and begun its terrorist campaign against Britain and the authoriues in Northern Ireland.

The IRA would not have agreed to end its violence had Loyalist terrorists not repaid the IRA in kind for its killings. There have been more murders this year by Loyalists than by the IRA. One may add that none of the

violence was necessary, if all the Catholics wanted was equal treatment in employment and before the law. The Northern Ireland government under Terence O'Neill had already begun such reforms when the civil rights movement emerged. He faced opposition from the Protestant majority, but this was ultimately un-sustainable, Ulster voters being a small minority in the overall British electorate. The Catholics' political struggle could eventually have been won peacefully.

The IRA has wanted power -

power over the six northern coun-

ues of Ireland, 10 force them into

union with the Republic of Ire-

land, against the will of those

counties' Protestant majority

population. The majority in Northern Ireland want to remain

By William Pfaff citizens of Britain. The Loyalist terrorists wanted to perpetuate Protestant power in the six counties and also to dictate their own

terms of rule to London. This is the essential conflict, and it remains. It is the subject of negotiations today, but presents extreme difficulties, despite the constitutional concessions that have been proposed by the Irish government in Dublin, and the compromises which Prime Minister John Major's British government seems willing to make. There is one course of compro-

mise that does not today seem to be under consideration, certainly not in public. This is to form a British-Irish condominium. A Paris international lawyer, John Whitbeck, has for many years been trying to persuade Israelis and Palestinians to make use of this constitutional arrangement to solve their problems. I think it fits Northern Ireland even better than the Middle East.

The practical model can be found in the condominium that governed the New Hebrides islands, in the South Pacific between Australia and Fiji, from 1906 until 1980 — when the New Hebrides became the indepen-dent Republic of Vanuatu.

The New Hebrides Condominium was shared rule by Britain and France, in which the separate interests of British, French and New Hehrideans were all given constitutional guarantee. British and French resident commissioners governed the islands, acting jointly in some matters, and separately in others that concerned only their own nationality.

There were parallel and separate education systems, one of them French, the other British, each subsidized by the condominium's own government. There were separate British and French health services, each with their own hospitals and clinics, but a single rural health service run by the condominium itself. There were condominium courts and French and English national courts.

This obviously was a colonial system, whereas Northern Ireland is a democratic society and fully part of the United Kingdom. However, there are lessons in what successfully was done in the New Hebrides. Among these are the following, which I suggest as contributions to the process of finding a consultational solution for Northern Ireland rather than as normative.

Let us suppose that it were agreed that the six Northern counties were in the future to be simultaneously a part of the Irish Republic and of the United Kingdom, with each citizen free to choose which nationality he or she wished, and which passport to carry, Irish or British, and in which of the two countries' na-tional elections each would vote. Northern Ireland's local gov-ernment could be assured by a local authority under a Northern

Ireland parliament or assembly. for which the residents of both nationalities would vote. External security would jointly be guaranteed by Ireland and Britain, and internal security by a Northern Irish police under shared British and Irish government authority. I would think a parallel

system of courts appropriate, with those charged with crimes sent for judgment in the national court of the government of the person's elected citizenship. Education and health services might be provided by parallel systems, as in the New Hebrides case, or by the Northern Irish authority itself.

This would seem to me an original way to deal with the otherwise intractable problem of political power in the six counties. It gives the Protestant majority permanent British citizenship, British courts, British education, British careers and a British guaran-tee of civil and religious liberties.

It gives the Catholic and republican minority Irish citizenship, if they want it, and Irish government guarantees of their rights and security. It gives Ireland itself a form of unity that acknowledges and yet solves its central historical problem, that of the conflicting claims and loyalties of the overall Catholic majority and

of the Protestant minority.

It would bring Ireland and Britain closer together, in cooperation, to settle the conflict that has marked their tragic history and their peoples for 800 years.

International Herald Tribune. Los Angeles Times Syndicate.

### IN OUR PAGES: 100, 75 AND 50 YEARS AGO

1894: Oriental Outrages

PARIS — [The Herald said in an editorial:] Reports circulated a few days ago have been confirmed. We are to-day face to face with a new edition of the Bulgarian atrocities, only that the scene has shifted to Asia Minor. Thousands of women have been subjected to the worst of outrages, and have been massacred; whole villages have been looted and hurnt. If we were still in those days when Europe wished to interfere in Oriental matters and protect the Christians, we might be on the eve of energetic action. but everything will end with an exchange of diplomatic notes.

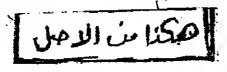
1919: Reds in Schools

NEW YORK — [From our New York edition:] The insidious revolutionary doctrines of Lenine and Trotzky are being used by

certain teachers in the public schools of the city to poison the minds of the school children against American institutions and to create a spirit of distrust among the younger generation. This fact was revealed yesterday [Nov. 16] by Samuel A. Berger, Deputy Attorney General, who discovered the names of many school instructors on the rolls of the Communist party.

1944: Allied Offensive

SUPREME HEADQUAR-TERS, Allied Expeditionary Force, Paris - From our New York edition: The Allies launched a general offensive in the west today, with the veteran United States 1st Army and the long-hidden U.S. 9th joining four other armies in attacks four other armies in attacks along a 300-mile front against Germany and its approaches from Holland to the Alps.



OPIN

SAN FRANCISCO — We might have expected it in By Richard Rodriguez village. You break your mother's heart. The immigrant is as France, in Germany or in Japan: But is America - the land built and sustained by immigrants - also becoming intolerant of them? Is that the message of the resounding vote in Cali-formia in favor of Proposition ways and dirt roads, knew two 187, which seeks to end illegal immigration hy denying government services to illegal im-

migrants and their children?

Today, Americans insist that they are not anti-immigrant: "It is just the illegals we don't want." Politicians warn that ern California. Before business-"the illegals" are coming for men flew into Mexico City to welfare dollars. But kids on the sign big deals, the illegal was Mexican side of the border will tell you that they come in search of jobs. They do not quote at the roadside diner. Thomas Jefferson, nor do they know the Bill of Rights. There is

only a rumor of work.

Illegals are an embarrassment to the Mexican government. They are an outrage to suburbanites in San Diego, who each night see the Third World running through their rose gardens. Illegals are often adolescent, desperately reckless, and disrespectful of American eustom and law. They are also among the most modern people in the world.

Decades before wealthy Mexicans decided to enroll in U.S. Ivy League colleges, Mexican peasants grew accustomed ways and dirt roads, knew two eurrencies, and gathered a "working knowledge" of English to go with their Spanish.

Before professors in business Americans, to be sure, have schools were talking about never really liked immigrants, global economics, illegals knew at least not at first.

global economics, illegals knew all about it. Before fax machines punctured the Iron Curtain, "coyotes" knew the most efficient way to infiltrate Southpicking peaches in the fields of California or flipping pancakes

> We can say about today's il-legals exactly what nativists a century ago said about the Ellis Island crowd: "They don't assimilate; they're too foreign; they come to take, not to give; they are peasants who lower our national I.O."

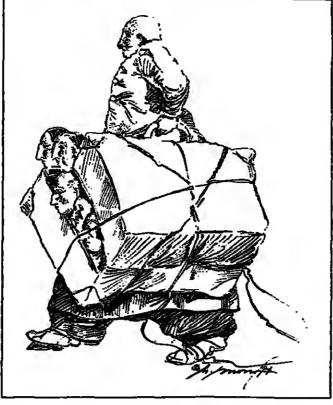
> The notion of the "legal immigrant" allows us to forget that all immigrants are outlaws. they assault convention. To be

much a scandal to his ancient mountain village as to suburban Los Angeles.

Early in this century. Mexico passed laws to keep U.S. busioess interests out. Lately, President Carlos Salinas de Gortani bas begun to denationalize Mexican husiness and open his country to U.S. capital. Americans exclaim, "At last, Mexico has a truly modern leader!" But the Harvard-educated president of Mexico was preceded to the United States by generations of peasants.

In the 1920s, when Mexico was trying to seal itself off from the United States, Mexican peasants were illegally making their way oorth. Every few months, illegal workers would return, by choice or by deportation. They returned to their 16th century villages with seductive rumors of America. More than Pancho Villa, more than Zapata, the illegal immigrants became the great revolutionaries of Mexico. They Americanized its tiniest villages.

Today, the jet airplane makes the world convenient to U.S. husiness executives and to Immigrants violate eustom, middle-class tourists. We Americans assume our ability an immigrant is to turn your to roam where we will, making back on your father and your deals or taking pictures of each



A Californian I know comsees the change.

I tell him, if he's so worried about the change then maybe he shouldn't travel so much. We Americans have become like Shakespeare's Coy Mistress - the Dark Lady of the Sonnets. We stand at the window. we bat our eyelashes. We ro-

mance the world. We advertise our beauty and our glamour; we display our happy white teeth. And then we wonder why the world is lined up at our door. Though Californians voted

for the anti-immigrant measure by a wide margin, that will not in the end decide illegal immigration. For we all bye in a world where economics over- New Perspectives Quarterly.

other in our Bermuda shorts. lap, where we no longer know where our automobiles are asplains that a village in Ecuador sembled, where hillboards stoke is becoming more and more adolescent imaginations. We Americanized. Each year, he are headed for a century where the great question will be this: What is a border?

The illegal immigrant is the hravest among us. The most modern among us. The prophet. "The border, senor ...?" the illegal immigrant sighs. The border is an inconve-

nience, surely. A danger in the dark. But the border does not hold. The peasant knows the reality of the world, decades before the California suburhanite will get the point.

Mr. Rodriguez, a leading Mexican-American writer, is author of "Days of Obligation. This comment was distributed by

# A Nasty Surprise in California

T OS ANGELES - On the ra-L die the morning after the election, f heard an interview with a teacher urging children fernians began asking, "Could not to be alraid to go to school. the Supreme Court actually up-It was a disturbing way to hold the statute?" as though learn that Proposition 187 — the that possibility had never ensweeping California statute that tered their minds. would deny health care and educational services to illegal aliens not limited to 187's supporters. and facilitate their deportation

- had passed by a landslide. Over breakfast at a Mexican waitress, usually a chatterbox, was subdued. I looked up to see her studying the headlines of my newspaper, about Proposi-tion 187. She frowned and I immediately turned the page. There is oo way to tell, at a glance, who is illegal - or how somebody voted.

That afternoon, I waited for a friend, originally from Guadatajara, who has been renovating my place. When be didn't show up, I paged him, only to discover that he was already at work under the house.

Why didn't you stop in?" I asked. "Didn't you see my truck?" he replied. We both laughed uncomfortably. Strange how quickly, in such times, people stop looking each other in the eye.

During the campaign, you often heard that Proposition 187's sponsors supported it even though it was probably uncon-Court has already overturned a Texas law that denied schooling to the children of illegal aliens.)

But it is now clear that many people were comfortable voting for the proposition precisely because it appeared unconstitutional. It was simply a way to send Washington a message.

But the national elections made Washington a different place, and overnight many CaliBy Katie Leishman

This sort of double-think is

Last week the Los Angeles City Council voted not to enforce most of its provisions, as case on Sunset Boulevard, 1 if to convey that Californians read the election returns. The really hadn't meant to enact what they did.

Only one councilwoman, who

#### MEANWHILE

herself had voted against 187, suggested that just maybe the Council didn't have any business overruling the electorate.

Time and again, it seemed no one was thinking things through to the end. Unsurprisingly, because the "end" — real or theoretical, justified or not - meant suffering and disorientation for millions of families.

Uncritical thinking has prevailed throughout. For months, Governor Pete Wilson said that Proposition 187 would force Washington to assume the California taxpayers' burden of services to illegal immigrants, esti-mated at \$3 billion a year.

The argument oever made sense. If the bill passed, services would be terminated and nostitutional. (The Supreme body would pay for them, a point Newt Gingrich has

next step: a deportation system that would be "very efficient and very fast." The mother too frightened to

This is talk to make many hearts skip a beat, and it has. bring her son in for lead-poisoning treatment at a neighborhood

who won't leave her house, certain that a van outside is an

immigration service vehicle. The stories in the press are sickening. And yet to then read that the clinic sent a taxi to fetch the woman provokes another response: A taxi? Are they kid-

ding? Who's paying for it? Budgetary questions like these bolstered the pro-187 case. But equally compelling economic points on the other side never came through.

What might have happened, for instance, if the election had taken place at a major harvest time, when half the field force is made up of illegal aliens?

Farmworkers took part in freedom marches and scattered demonstrations, to no effect. A series of harvest strikes would have been a different matter. Latino leaders often resort to lyrical reminders of how handsomely Mexicans treated those who stole California from them. This kind of cant goes nowhere.

This summer, the talk was about whether the O.J. Simpson case might send rioters back into the streets. Such worries seem frivolous compared to what has actually happened with the passage of Proposition 187.

While hard-liners seem to be etting what they want and civil hbertarians are outraged, millions of voters in the middle will now have to come to terms with the message they really did send and it wasn't to Washington.

We didn't want to hurt anystressed even as he calls for the one. We just wanted to scare next step: a deportation system you. Well, they have succeeded, and in the process - a potentially harrowing and irreversible one — they are about to scare themselves.

The writer is a national correspondent for The Atlantic Monthelinic. The pregnant woman ly. She contributed this contributed for a prenatal exam, to The New York Times. ly. She contributed this con-

### LETTERS TO THE EDITOR

#### **Obvious to Truman**

Regarding "Story Behind the Bomb" (Letters, Nov. 8):

A. J. MeEvoy quotes Major General Leslie Groves as saying in March 1944 that the Soviet Union was the main target of the Manhattan Project. The general, who headed the Manhattan Project, may have said quite a few other things as well; but when the project was started the Soviet Union not only was seen as an ally, but it looked to everybody as if it were about to lose the war and not be a danger to democracy.

As for the vague statement that Japan was suing for peace, it may be recalled that Germany had earber pnt out feelers to that effect (both Hermann Göring and Heinrieb Himmler had sent agents to Stockholm early in 1945). However, in the face of certain defeat the Germans had fought on to the bitter end.

With that as an example, plus the terrifyingly mounting losses of American lives at Saipan, Peleliu, the Philippines and Japan did not have a bope, but continued to fight tenaciously, virtually to the last man — it must have seemed obvious to President Harry Truman what he had to do once the bomb was ready. By that time the Soviet Union, victorious, had already become an obnoxious "ally"; so it is likely that some people would consider the side-effect of impressing Stalin a bonus.

Against the argument that the bomb would never have been used against white Germans, one can point to Hamburg, Cologne and especially Dresden, which during the infamous saturation bombings of February 1945 suffered more dead than Hiroshima.

JUST ROELE. Orvilliers, France. A Too-Frequent Flyer

Regarding "Humbled, Hounded and Confined to Foreign Policy and Defense" (Opinion, Nov. 11) by Jim Hoagland: Mr. Hoagland's analysis and prognosis of the Clinton administration's prospects, following ity" Israel's economic role in the

the midterm elections, is spoton. What is frightening in such situations is the refuge that domestically beleaguered political leaders take in plunging into foreign policy issues (and, in President Bill Clinton's case,

perhaps also defense). This phenomenon is not confined to the United States. What makes the situation worse in Mr. Clinton's case is that he is still a "rookie" on the international political scene. What have been hailed as foreign policy "success-es" (Middle East, North Korea, Haiti) makes one shudder at the thought of what foreign policy "failures" would look like.

KARL H, PAGAC. London.

### The Delors Record

Regarding "For the French Succession, Delors Seems a Sound Bet" (Opinion, Nov. 12) by William Pfaff:

Mr. Pfaff fails to mention that Jacques Delors was finance minister in President François Mitterrand's first government after his election in 1981. In that function, he applied most of Mr. Mitterrand's demagogic campaign promises and brought the country practically to its knees economically.

Apart from being the worst finance minister France has had since it became a republic, and putting aside his technocratie experience in Brussels, where his goal has always been to support Germany's pro-federation views, Mr. Delors's achievements are nonexistent. I am surprised that Mr. Pfaff, whose columns are generally noted for their superb quality, did not refer to Mr. Delors's past.

ALEXANDRE de COURISS. Paris.

A Peace Built on Sand Regarding "For Israelis, Maybe the Jordan Treaty Is Good News" (Opinion, Nov. 4) by Abraham Rabinovich:

I commend Mr. Rabinovich's accuracy in stating that "the Arabs continue to see Israel as an

region; they would rather be economically self-reliant.

However, without any reference to the occupation and the status of Jerusalem, Mr. Rabinovich's argument that "with time, familiarity will make Israel seem a more natural part of the region" becomes markedly defective. The key issue is that Israel is making peace with unelected dictatorial regimes, not with Arab peoples.

To make "peace" in this fashion is like stitching shut an open wound with all the dirt still inside. The sooner it is opened and cleansed, the better for the region. In other words, until Arab democracy is established, Israeli occupation reversed, Jewish settlements dismantled and Jerusalem restored to Arab sovereignty, any notion of a lasting peace will be nothing more than wishful thinking.

SALAH EZZ Oxford. England.

#### Unkind to Animals

Regarding "Tally Ho, but Spare the Fox" (American Topics, Nov. 5):

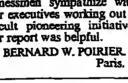
The report of a fex bunt that spares its foxes at the last minute highlights a point often overlooked by people concerned with animal welfare. It is not just the killing but the terrorizing of animals that is cruel. A priority concern should be the conditions under which millions of animals are led, or dragged, to death in slaughterhouses.

H. S. ROGERS. Gaumier, France.

#### Helpful Look at Disney

Regarding "Euro Disney Throws the Book Away" (Business/Finance, Oct. 20):

Barry James's article was refreshing. For several years we U.S. businessmen have seen the not-too-subtle bashing of Disney by the British press and much of the French media. All businessmen sympathize with other executives working out a difficult pioneering initiative. Your report was belpful.





Join an art movement in Madrid.

# Thai

# REQUEST FOR BUSINESS PROCESS REENGINEERING CONSULTANTS

As part of our business process reengineering program, Thai Airways International Public Company Limited (THAI) is currently seeking to appoint a professional, experienced and qualified company to review and identify our work processes and assist THAI in redesigning and implementing them as well as assessing their impact on sales, customer satisfaction, corporate image or identity personnel morale and airline profitability.

Interested companies are expected to have under their employ a team with proven experience in providing reengineering consultancy services or having participated in a reengineering project as an owner.

The requirement for pre-qualification of the Consultants and the details of proposal submission are contained in our "Terms of Reference" which interested parties may now purchase at a cost of Baht 10,000 obtainable from the office of Vice President Corporate Planning, Thai Airways International Public Company Limited, 89 Vibhavadi Rangsit Road, Bangkok 10900. The deadline for submission of the firm proposal will be on or before January 16, 1995 at 17:00 hours Bangkok time.

THAI reserves the right to reject any or all proposals, waive any formality or accept such proposals as may be considered advantageous.

Recognize any faces in the crowd? A stroll around Madrid's galleries is always

a social occasion. We call it the "Paseo del Arte". Start with the Lunch nearby. old masters at the Prado.

Then proceed to the Reina Picasso's "Guernica". Time



GRANDES MUSEOS DE MADRID PASED DEL PRADO

Sofia, home to for a little shop-

ping enroute to the Thyssen Bornemisza, one of the world's largest

Passion for life

private collections. Finally, stop at a local bar to discuss life, and art.

Clinton Fan

# $With {\it Conservatives \, Under \, a \, Cloud, French \, Socialists \, Smile \, Again}$

By Alan Riding
New York Times Service

PARIS — Only weeks ago, French conservatives looked certain to win next spring's presidential elections.
Now, in a turnaround that could bring cheer to American
Democrats after their druhhing in this month's midterm elections, France's Socialists again have a chance.

Strangely, though, the Socialists have done little to achieve this. Rather, in what might also sound a warning to triumphant U.S. Republicans, the Socialists have bounced back here simply because French voters are beginning to hlame the right for what is wrong with France. A Socialist, François Mitterrand, is still president but, since parliamentary elections in March 1993, conserva-

tives have run both the government and Parliament. Today, increasingly judged by their own record, they can no longer count on hitter memories of the last Socialist government to help them. Ideology seems to have little to do with this change of

mood. Rather, many Frenchmen feel that the country is still drifting, that the political establishment remains more interested in its own welfare than in that of France. As a result, whoever is in office risks facing their wrath. Lası year, Prime Minister Edouard Balladur inherited

an economic recession, but he repeatedly promised that France would be on the road to recovery by now. But the economy remains sluggish, with unemployment still at 12.7 percent of the work force.

Then there is corruption. Two years ago, it was the Socialists who were besieged by corruption scandals. Now it is the turn of the conservatives. Three members of Mr. Balladur's cabinet have resigned after coming under judicial investigation for corruption, and one is in jail. But the conservatives have perhaps most harmed them-selves by putting on an extraordinary display of vicious infighting over who should be their presidential candi-

#### **NEWS ANALYSIS**

date next year. After all, until recently, with the right set to win, the nomination battle was even more important than the election.

Now, however, the conservative vote is threatening to splinter, with the power struggle between Mr. Balladur and the leader of his own Gaullist party, Jacques Chirac, badly dividing the cabinet and tearing apart the conserva-tive coalition that holds 80 percent of Parliament.

For this, Mr. Balladur is at least partly to blame. Mr. Chirac nominated him to become prime minister last year with the idea that he would pave the way for Mr. Chirac's own bid for the presidency. Instead, Mr. Balladur became more popular than Mr. Chirac and set his own eyes on the

Balladur, who has said he will announce his plans in January. But when Mr. Chirac called a party meeting last weekend to acclaim his nomination, it was pointedly boycotted by several key party leaders, including the paigning. Interior Minister, Charles Pasqua.

Other coalition members, including former President Valery Giscard d'Estaing, are also thinking of entering

Two men further to the right, Philippe de Villiers, who heads an and-European party, and Jean-Marie Le Pen of the extreme rightist National Front have already declared

Suddenly, haunted by how they snatched defeat from the jaws of victory in the 1981 and 1988 presidential elections that were won hy Mr. Mitterrand, the conservatives are desperately trying to dispel their reputation for being a "losing machine."

In contrast, the Socialists, who in the past have shown their own penchant for internecine warfare, have united around Jacques Delors. And they plan to sit quietly until January when the former Socialist finance minister steps down as head of the European Union's executive com-

Mr. Delors has not yet accepted the nomination, hut

Elysée Palace.

This month, Mr. Chirac decided to formalize his candidacy, hoping that he could win lost ground over Mr.

everything suggests he will.

His strength is that, having spent the last decade at the European Union's Brussels headquarters, he enjoys re-

spect in France without having become too familiar. On the other hand, having never run for major office here, he has little experience in the rough-and-tumble of cam-

The Socialist strategy, then, is to keep him out of the race as long as possible to reinforce his image of a serene statesman bereft of personal amhition while leaving puhlic opinion to focus its attention on the spectacle of the

battling right. So far, Mr. Chirac is doing his bit for the Socialists hy criticizing Mr. Balladur's government and, above all, by asserting that it has not done enough to tackle France's social crisis. Mr. Balladur, in contrast, is trying to stay above the political fray by concentrating on governing the country.

It may well he, however, that the battle on the right will be resolved only on April 23 next year, in the first round of presidential elections, when not only Mr. Balladur and Mr. Chirac, but also other conservatives can test their popularity in what would resemble a primary.

The fear of Mr. Pasqua, however, is that, if no conservative wins more than 20 percent of votes in the first round, the damage caused to the right would make it possible for Mr. Delors to win the runoff vote on May 7. The latest polls say Mr. Delors is already running neck-and-neck with Mr. Balladur and is comfortably ahead of

### **APEC:** A Bold Step

Continued from Page 1

offering government incentives and protection to domestic industries.

American companies might benefit from increased exports of foods and industrial products. Automobile production is one area in which American companies could benefit from lower tariffs. In many nations of East Asia, imports of cars are virtually prohibited by high tariffs and other barriers, in order to huild up the domestic industries of each country.

One of the effects of trade liberalization could be in the area of investment patterns. Right now, for example, with imports difficult. Mitsubishi Motors has factories in Thailand, Indonesia, the Philippines and Malaysia in order to sell in those countries.

But if trade were liberalized. it might export from Japan instead, or build one big factory in one country to serve all the others. Toyota is now moving toward a model where it makes different parts in different nations and then supplies all the others.

To make its region more at tractive as a place to do business, the six members of the Association of South East Asian Nauons, or ASEAN, is already liberalizing trade at a fast rate. A company can make high technology parts in Singapore or Taiwan, lower-tech parts in Malaysia and have them assembled in Thailand. taking advantage of the strengths of each country.

Getting all 18 nations to agree on the common goal was the big accomplishment, as it was only one year ago that President Bill Clinton first invited the sometimes suspicious heads of state to meet on Blake Island near Seattle to talk about a "new Pacific community."

"Our main aim was to agree on the broad target and not to get bogged down at this stage in definitions and how to do it," said Hamish MacLeod, Hong Kong's financial secretary and its representative at Tuesday's meeting.

Eventually, however, the APEC members will bave to get around to such questions, and that is where the difficulties will intensify. Barely was the ink dry on the Bogor Declaration on Tuesday than differences in interpretation began emerging. \

For instance, many of the nations think South Korea is industrialized enough to be among the early liberalizers. But South Korea wants to be in the late group. The declaration itself is deliberately vague on where South Korea belongs.

An initial blueprint for putting the declaration into effect is expected to be ready by next year's meeting in Osaka, Japan. U.S. officials expect that trade will be freed gradually through a series of small agreements. rather than through one comprehensive agreement as in the case of the North American Free Trade Agreement.

As the host country, Japan will have the leading role in pulling together a blueprint, a fact that gives pause to some of the other nations as Japan does Towards Strengthening the not have a reputation as a free

> At a news conference Tuesday, Prime Minister Tomiichi Murayama was somewhat restrained in praising the agree-

# **Bosnia Calls on UN and NATO** As Serbs Attack Bihac Region

By Chuck Sudetic

New York Times Service SARAJEVO, Bosnia-Herzegovina — President Alija Izetbegovic of Bosnia appealed to the UN Security Council and NATO on Wednesday to take urgent action to stop what he described as an all-out attack hy nationalist Serhs on Bihac, a Muslim enclave in northwestern Bosnia, a part of which was designated as a United Nations "safe area" last year.

UN troops observed heavy shelling and had evidence of infantry clashes around the Bihac pocket, but no significant military activity was reported inside the zone mapped out as the safe area, a spokesman for the UN military force said.

UN officials said they thought Mr. lzetbegovic had launched Wednesday's appeal to prod a declaration by NATO and the United Nations of a heavy-weapons-exclusion zone around Bihac that would freeze a Serbian advance and effectively leave retreating troops of the mostly Muslim Bosnian Army in control of high ground east of the town.

The United Nations and the North Atlantic Treaty Organivation are considering the creation of a NATO-enforced ban

on heavy weapons from an as-yet undetermined zone around Bihac that may include nearhy parts of Croatia under the control of nationalist Serbs.

Surrounded for almost all of the Bosnian war by nationalist Serbs in Croatia and Bosnia. contingents of the Bosnian ward against the Bosnian Serbs across the border in Croatia to that netted them about 95 mount an assault Wednesday square miles tabout 250 square on Gata, northwest of Bihac.

tory, the Fifth Corps has been in order to stop these attacks." in retreat for days, losing about Major Koos Sol, a UN mili-90 percent of the territory it tary spokesman, confirmed captured but hanging on to a heavy artillery attacks this key plateau east of Bibac morning on Izacic, a village known as Grabez.

have noted heavy artillery and copter assaults or large-scale insmall-arms fire for three days in the Grabez area, indicating an ongoing battle.

Mr. lzetbegovic described the situation in Bihac as "ex-

Mr. Izetbegovic said Bosnian Serbian forces, reinforced by at least one paratroop brigade from Yugoslavia and soldiers from the nearby Serb-held area of Croatia, had attacked the Bihac enclave from the east, west and south using 30 tanks, heavy contingents of the Bosnian artillery barrages and helicop-Army's Fifth Corps last month ter assaults. He said the Serbs mounted an offensive south- had used helicopters based

kilometers) of territory.
Faced with Serbian infantry
assaults backed up by tanks and
heavy artillery, often firing
from Serb-held Croatian territration should become involved

Major Koos Sol, a UN milinear Gata, but said the United UN military situation reports Nations had no reports of helifantry attacks on the area.

#### France Criticizes U.S.

France on Wednesday criticized the U.S. decision to stop tremely difficult." But, in the enforcing the UN arms embarsame press conference, the de-fense minister of Bosnian-Cro-Washington to clarify wbether atian Federation, Jadranko it still backed peace efforts or Prlic, a Bosnian Croat, said the wanted to help the Muslims regovernment's forces were bold-conquer land by force, Reuters reported from Paris.



SIGNS OF RECOVERY - Pope John Paul II blessing the crowd during a general audience. Wednesday at the Vatican, which announced that the 74-year-old pontiff, who is recovering from illness, will travel to Asia in January.

# Bishops Assail U.S. 'Culture of Violence'

By Laurie Goodstein Washington Past Service
WASHINGTON — Every American bears responsibility

fecting the nation, and every American must belp recreate a culture of peace and civility, the nation's Roman Catholic bishops said in a call to action adopted Wednesday at their conference here.

While addressing the societal conflict, the bishops also sought to reduce tensions inside their burch in passing a conciliatory statement on the role of women in the church. That statement provoked debate, however, as some bishops urged the inclusion of language denouncing the "radicalization of feminist

In a pastoral letter addressed to all Americans, the bishops said that the pattern of aggression extends beyond the daily toll of shootings, stabbings and

They say they see violence in the hostile way people drive, the venom spewed on talk radio. say. the brutal political campaigns. the denigration of women in their critique transcends tradipornographic movies, and the barbarism of assisted suicide.

"We bave met the enemy and it is us," said Bishop John H. "a moral revolution which be-Ricard of Baltimore, who presented the letter to the bisbops. "We contribute to the culture of nation to move beyond the tired violence, we are a part of it."

In their unanimous passage of the pastoral letter on violence, the 280 bishops in effect Mahony, archbishop of Los nated fields of hiblical studies, declared that combating vio- Angeles, said that the Republi- theology and canon law.

for the "culture of violence" in- lence will now be a priority for cans "are in a good position to the church's 60 million members in the United States.

> The letter, which will be distributed widely through dioceses and parisbes, is writter, in simple, accessible language and includes a 10-page supplement offering 55 suggestions for action. The letter sets the Catholic

church's well-known opposi-

tion to abortion and the death

penalty in the context of opposition to violence. "We cannot teach that killing is wrong by killing," the letter says, and alludes to the murder

of a doctor who performed abortions in Pensacola, Florida. "We bave reached the point in one very visible case where a jury has urged the execution of the person who murdered the

unborn children," the bishops The bishops emphasized that tional partisan and political boundaries. Bishop Ricard said that the nation needed instead gins with a fundamental respect for life" and "which calls the

prescriptions of both right and left." However, Cardinal Roger the traditionally clergy-domi-

reinstate the common good." But, be added, "they're going to bave to demonstrate that

they bave a positive and not a punitive approach" to problems like crime and immigration. "If not, they may not be around in

■ Reaching Out to Women

v statement on women, the bishops voted to make way for women to move up to the top ranks of church theologians, administrators and canon lawvers.

They also pledged to reject authoritarian conduct, use gender-neutral language in religious education materials and explore alternatives for women to share power in the church short of the priesthood.

In their new statement physician who was destroying Bonds of Peace" — the bishops said that since the Pope had spoken definitively against women's ordination, the U.S. church needed to look at alter-

natives. "We commit ourselves to enhancing the participation of women in every possible aspect of church life." the hishops said in the statement, approved 228

They especially encouraged women to make inroads into

#### "We expressed our political will for a broad direction based on a long-term perspective."

Mr. Murayama said. But when asked if Japan will have to open its markets for agricultural products as a result of the Bogor Declaration, he said the matter would have to be looked

#### ISLAM: As Bosnia Loses Its Ethnic Balance, Muslim Roots Grow Longer ism is logical, but we don't think it's necesties, creating what one Western official power. Today, after the departure of more than 17,000 Croats and thousands of

Serbs, it has become a Muslim city.

Beginning earlier this year with the firing of nonparty members from important positions throughout Bosnia, the transformation of the Sarajevo government began to disturh Bosnia's friends, including the United States. A State Department official said this year's annual human rights report would treat "Bosnia more as an ex-Communist country with an authoritarian past than a war victim like we did in previous

"We're concerned about the changes." he said. "Their retreat into authoritarian-

Optimism was guarded that

the cease-fire would hold, al-

though all previous efforts 10 stop the war that erupted on the

eve of independence from Por-

in a measure to reassure Mr.

tugal in 1975 have failed.

In some ways, however, the United States has helped to encourage this slide back into one-party rule.

The United States was the key initiator

of a peace deal between Bosnia's Croatian and Muslim factions that was signed in Washington in March. Although the agreement ended a yearlong war between the two sides, the federation it established was not really between the Croats and Muslims but between two nationalist political orga-nizations, Mr. tzerbegovic's Party of Democratic Action and the Croatian Democratic Movement. Influential posts in the government were divided between the parsaid were "two parallel one-party states."

In addition, the constitution of the federation, written under the supervision of U.S. negotiators, did not mention Serbs living among the Croats and the Muslims. This failure, which denied the Serbs highlevel political representation in the federation, was a strong indication that the two parties were more interested in power than in the establishment of a tolerant society. the Western official said.

"It seems to me that they want a multicultural, multiethnic state with as little 'multi' as possible," said Ljubomir Berberovic, a Serbian intellectual and prominent member of Sarajevo's Academy of Science.

#### Continued from Page 1 cast on state radio, called on his troops to respect the truce scrupulously.

HILTON Where you can be

Savimhi that his men would not face reprisals. Mr. Beye said the National Assembly quietly your felf-again. passed a blanket war crimes amnėsty last week for both

If it does, the southern region of Africa would be without war for the first time since the anticolonial uprisings of the 1960s. Mr. Savimbi now finds him-

sphere of trust.

around."

In recent weeks, the United self swimming against a region-

ANGOLA: Government Orders Troops to Hold Fire

Nations' main problem has al tide of reconciliation and debeen persuading the govern- mocracy - in South Africa, in ment to halt its offensive so the peace could begin in an atmo-Nelson Mandela of South Afri-"I think they are now begin-ning to show some seriousness." said Major General Chris Garca as the role model, the countries of southern Africa have begun to swing their diplomatic

uba, a Nigerian who is presid-ing over the peace talks. "I beweight together. The treaty to be signed Sun-day would kick off a sequence of international policing that lieve it will hold this time was lacking in previous peace agreements.

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Russian Oil Executive Shot to Death at Home

MOSCOW - Vladimir Zakhrov, 44, an executive with Lukoil, Russia's higgest oil producer, was shot to death at his home in Moscow, according to a police statement Wednesday.

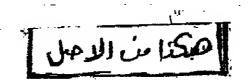
The police were investigating the possibility that the shooting was connected to a worsening crime wave.

The new crime wave has spawned a rash of shoot-outs between gangsters, contract killings and car bomb explosions in several of Russia's mafor cities.

The day's dealing had been even more A few phone calls and faxes, and I'd be able to relax. Tonight, it would be dinner for two. But now I was leeling as limp as my suit with a bottle of something suitably extravagant and the decision whether to dive into the bar or from the Hillon's impressive cellar the shower first was going to be a tough one. Soon, together with my suit, I'd be restored "Take me to the Hiltori." to my former self.

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# Clinton Fails to Move Suharto on Rights, and U.S. Stresses the Trade Lever



Commerce Secretary Ronald H. Brown talking Wednesday with Mr. Clinton before the president spoke in Jakarta.

By Elaine Sciolino New York Times Service

JAKARTA - Two cultural divides over human rights in Indonesia were exposed Wednesday: one between President Bill Clinton and President Subarto of Indonesia, the other between the foreign policy and the economic policy of the United

Mr. Clinton's meeting with Mr. Suharto in an airy meeting room in the opulent Jakarta Palace proved how resistant foreign leaders can be when the president of the United States comes in and suggests, however gently, how things should be

And the tonal differences among cabinet officials as they sought to explain their message drew attention to the jarring tension between the administration's stated desire to export its values and its increasing need to export its goods.

Meeting for more than an hour in the afterglow of a summit meeting of 18 Pacifie Rim countries, Mr. Clinton told Mr. Suharto that his treatment of his people would inhibit ties between the United States and Indonesia and rob him of the chance to flourish as a world leader, Secretary of State Warren M. Christopher said.

Mr. Christopher told reporters before meeting with Indonesia's government-appointed human rights organization that Mr. Clinton raised human rights "in firm and forceful terms," adding "The rela-tionship between the United States and Indonesia can never reach the highest levels if the people of the United States don't have confidence that there is an effort here to respect the human rights of all the

Mr. Suharto, who has been in control since the mid-1960s, apparently was not moved

When Mr. Clinton praised Mr. Suharto's dialogue with the people of East Timor, the former Portuguese territory annexed by Indonesia, but said they needed more autonomy, Mr. Suharto balked. "He believes that the Indonesian government is dealing with the issue fairly," a senior administration official said.

In Mr. Suharto's overall remarks on human rights, the official added, "We're along the lines that have been previously expressed by the Indonesian government.

Another senior official translated what that meant: "Suharto didn't back down one inch. He gave well-rehearsed answers that he is used to repeating."

That is not surprising. Except for with-holding military aid and training, there are no penalties if Mr. Suharto does not bend to Washington's wishes.

Mr. Suharto learned that early this year. Shortly after Treasury Secretary Lloyd Bentsen told Mr. Suharto in Jakarta that he had to do more on workers' rights if he wanted to retain his country's preferential trade privileges, Mickey Kantor, the U.S. trade representative, abruptly suspended the administration's review of the issne.

Now, administration officials say, the key to promoting human rights is not punishment, but more trade and investment, which they believe will spur economic growth and help spawn a middle class with both consumerism and democracy in

Along with the heated rhetoric Wednesday about the need for Indonesia to do more on human rights was a second more

powerful message about the joys of trade. Indonesia is expected to spend more than \$100 billion in infrastructure projects by the year 2000, and the United States is

determined to seize a large chunk of them. Even as Mr. Clinton was mixing tough talk about human rights with happy talk about goals for free trade in the Asia-Pacific region in the partnership between the two countries on international issues. Secretary of Commerce Ronald H. Brown was finalizing arrangements for 15 projects that would be worth \$40 billion to both

The largest is a multiyear \$35 billion project to develop a massive off-shore natural gas field.

Mr. Suharto had hoped that by being host of this year's meeting of the group of 18 leaders, known by the name Asia-Pacific Economic Cooperation, he would focus attention on his country's economic progress and forwardly leaning views on free

Instead, the focus was dimmed by demonstrations in the East Timorese capital, Dili, and by a sit-in that began last Saturday on the U.S. Embassy grounds in Jakarta by 29 East Timorese who had demanded a meeting with either Mr. Clinton or Mr. Christopher.

Neither man nor any other senior administration official has met with them.

A number of Indonesia's private human rights organizations boycotted a meeting Wednesday with Winston Lord, the assistant secretary of state for East Asian and Pacific Affairs; Stanley Roth, the senior Asia specialist at the White House, and W. Bowman Cutter, the deputy director of the National Economic Council.

# Foreign Journalists Were Buttoned Down and Buttoned Up

By Thomas W. Lippman cleaned, beggars dispersed.

Washington Post Service JAKARTA -- With President Bill Clinton and so many other heads of state and prime ministers coming to town for the big free-trade summit meeting, President Suharto of Indonesia naturally wanted his capital to look its best and the event to come off smoothly.

In those circumstances, oneman rule has its advantages. Mr. Suharto ordered "Opera- coat for men, conservative tion Cleansing" - streets were skirts for women.

from the big botels.

But there was still one potentially hostile force to be controlled: the foreign press. Indonesia wanted to be sure the journalists dressed appropriately and asked polite questions.

Reporters traveling with Mr. Clinton were informed that the Indonesians would enforce a dress code: tie and solid-colnr

But how to keep those wellstreet vendors moved away dressed reporters from asking questions that might embarrass the host, about human rights, say, or Indonesia's occupation

appropriate order.

at the 18-member Asia-Pacific President Suharto would like to Economic Cooperation forum, take questions only with respect the Indonesian Foreign Minis- to the APEC process. try set down the rules for Mr. The chairman will field only tal nf seven questions. Pool Suharto's only encounter with seven questions from the press heads should determine ahead sion of the event Tnesday.

of East Timor? Easy: Issue the addressed to the chairman only, not to any of the other leaders. In a memo to all delegations In his capacity as APEC chair,

the foreign press, at the concin- corps. Each of the main geo- of time how these questions will graphic areas represented in be allocated."

"Upon conclusion of the APEC will be entitled to ask leaders' deliberations, President one question. The hreakdown Suharto will hold a 30-minute of questions has been deterpress conference. Questions mined as follows: the host should be asked in English and country, (1), North America, addressed to the chairman only, the United States and Canada (1), Latin America (1), Europe (1), Japan (1), China (1) and ASEAN .[the Association of Southeast Asian Nations] excluding Indonesia, (1), for a to-

It almost worked. All hut one of the questions were hland inquiries about "positive en-hancement of the North-South dialogue" and the like.

The exception came from Elaine Sciolino of The New York Times, who asked Mr. Suharto how he plans to resolve the East Timor issue "once and for all."

Through his interpreter, he said it would take too much time to answer that question.

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# In Nepal Elections, Ruling Party Takes Backseat to Communist Alliance

The Associated Pres

KATMANDU, Nepal - A Communist alliance took an early lead in parliamentary elections over the centrist party

The Nepali Congress of The prime minister won m Prime Minister Girija Prasad Sunsari, 180 kilometers (110 Koirala won only six of the miles) southeast of Katmandu. Communists' promise to insti- forced elections 18 months that has governed Nepal since seats, and a pro-monarchy defeating his Communist rival tute land reforms and break up ahead of schedule.

1991, winning 20 of the 30 seats group took three. The remain- by nearly 9,000 votes, and was large holdings held wide appeal "It's a positive to

al country.

Mr. Koirala's government A rebellion by 36 governing pal, said of the early returns. has been discredited because of party lawmakers pulled down Nepal's weak economy, and the Mr. Koirala's government and clared for a week because the

"It's a positive trend," Mad- 33 constituencies.

in results announced Wednes- ing seat went to an indepen- leading in a second constituen- in this mountainous agricultur- hav Kumar, secretary-general of the Communist Party of Neelection commission ordered a recount in 64 polling stations in

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Source: † VIVA Surveys 92 / 93. \* Reuder

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# Army's Readiness Is Down, Pentagon Concedes

By Bradley Graham and John F. Harris

Washington Post Service WASHINGTON - The Pentagon has announced that operations in Rwanda, Haiti and elsewhere have left the U.S. Army in a much lower state of comhat readiness than the Clinton administration was acknowledging as recently as a few weeks ago.

A few hours after congressional Republicans com-plained Tuesday that military forces were starting to fray hadly, Defense Secretary William J. Perry made public a letter disclosing that three of the army's 12 divisions were far below peak preparedness. Additionally, military officials said two of the army's main quick-reaction units would be unable to fulfill some of their missions if they were ordered into action today.

News of the readiness gap comes a month after Deputy Defense Secretary John M. Deutch hrushed aside Republican complaints hy boasting that U.S. military preparedness is better than it was at the start of the Gulf War in 1991. Mr. Deutch said Tuesday that he was unaware then of the army's new low readiness

Even before Mr. Perry's admission, made in a letter to Capitol Hill leaders, the administration was under assault from the Republicans for allegedly understating the cost of its intervention in Haiti.

The administration has said that restoring President Jean-Bertrand Aristide to power in Haiti will cost about \$500 million. But Republican senators, citing their analysis, said the real figure was almost three times higher and rising. Some Republicans are threatening to use the cost controversy as a way to help force an early halt to the Haiti intervention.

Administration officials said the Republicans were projecting costs through this fiscal year and into the next in their analysis, while the administration was reporting only funds spent.

In disclosing the readiness gap, Pentagon officials said a combination of unforeseen military operations abroad, which were not promptly reimbursed with supplemental funding from Congress, had led to the lowest series of readiness ratings the army has seen in a dozen years.

Mr. Deutch, in an interview, reiterated his belief that the military overall had a "strong readiness pos-ture," and he asserted that the units that would be most quickly deployed in a crisis were "qualitatively better" than their counterparts several years ago. Also, he noted, the administration is spending more money per unit on readiness than previous administrations and planned to increase this in next year's budget. ertheless, Pentagon officials said it would take well into 1995 for the shortcomings to be corrected.

Representative Floyd D. Spence, a Republican of South Carolina who is in line to take over as chairman of the House Armed Services Committee, released a sharp letter to Mr. Deutch this week taking him to task on the readiness issues.

"This administration is showing the classic symptoms of denial in claiming, after two years of devastat-ing budget cuts and significant wear and tear on overextended forces, that readiness is higher than it has ever been," Mr. Spence said in a statement re-leased with his letter. "While official Washington may be trying to convince itself of this illusion, the picture from the field is markedly and disturbingly different."

Mr. Spence offered a half-dozen examples that he said showed U. S. forces starting to fray. He said 28 Marine and navy aviation squadrons grounded half their aircraft in September because of reduced fund-

Pentagon officials said at a hriefing late Tuesday that three divisions had received a "C-3" rating, the next to worst, meaning they could conduct "many hut not all wartime missions" and showed a "significant decrease in flexibility and increase in vulnerability." These divisions, officials noted, belonged to the category of army units that would not be among the first deployed in a crisis.

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**Paris Bans Show** 

By Iranian Singer

PARIS - Interior Minister

Charles Pasqua on Wednesday

banned a concert by the Iranian

singer Ashraf Marzieh, saying it

would be a show of support for

Mr. Pasqua said in a state-

ment that the concert, sched-

uled for Dec. 4 at the Palais des

organizing the concert. He said

the performance, unlike a soli-

darity concert staged in Paris

last July, was not political. "It

was not intended as support

and only had cultural and artis-

tic motives," he said.

observe restraint.



Adrian Mooney with his adopted daughter, Grace, in Bucharest hours before the appeals court ruling.

the Iraq-based Mujahidin Khalq, an Iranian opposition group. He said the performance would be a threat to public or-

Romania Expels U.K. Baby Buyers

BUCHAREST (Reuters) — A Bucharest appeals court suspended the prison sentence Wednesday imposed on a British Congrès auditorium, would viclate the obligation imposed on political refugees in France to couple, Adrian and Bernadette Mooney, for buying a 5-month-old baby girl and trying to smuggle her out of Romania. They were arrested on July 6 with the child hidden in their car. A spokesman for the Mujahidin Khalq said they were not

The three-judge panel cut the sentence from 28 months to two years, suspended it, and ordered the couple to leave the country. The judges announced the suspension in open court with the Mooneys present. The baby is in a Romanian orphanage. The Mooneys had previously adopted a Romanian girl, now 3, in 1991. The couple were the first foreigners prosecuted under tough

1991 adoption laws intended to crack down on a wave of baby trafficking after the 1989 anti-Communist revolution.

**IRELAND:** Coalition Falls # ichickadeer c Bra

Continued from Page 1 olds exonerated Mr. Whelehan from any blame in the case, in which the attorney general failed to act for seven months last year on warrants for the extradition of the Reverend Brendan Smyth, who eventually surrendered voluntarily, was convicted and began a fooryear prison sentence in June in Northern Ireland.

Labor and other politicians expressed outrage that Mr. Whelehan had allowed an accused molester to remain at liberty in Ireland for seven months.

Wednesday afternoon, Mr. Reynolds surprised Parliament hy admitting that he had now learned that Mr. Whelehan was wrong, that he had misled the government hy saying the case of the priest was without precedent to guide officials. Mr. Reynolds said that, indeed, there had been a similar case, involving a clergyman charged with sexual offenses, and that the attorney general had promptly processed the appli-cation for extradition. Mr. Reynolds said that if he had known that a week ago, he would not have promoted Mr. Whelehan, hut would have asked him to resign.

Mr. Spring, who spoke later, said he and Mr. Reynolds had run a good government, particularly in their joint efforts for peace in the North. But Mr. Spring said that "the peace process is not so fragile" that other parties could not advance it.

Mr. Spring said that when he heard Mr. Reynolds's admission Wednesday that Mr. Whelehan was wrong, "I was prepared to support the government" in the coming vote of confidence.

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But then, Mr. Spring said, he asked Mr. Reynolds on what day he had learned of the attorney general's action in the earlier extradition case. Mr. Reynolds acknowledged that he bad known it on Monday.

# **EUROPEAN**

#### **Swiss Turn Bunkers** Into Bats' Habitats

In a vast sword-to-plow-

A military survey has iden-

Some will be sold, others destroyed. Still others will be classified as historic monuments. Even a hleak-looking bunker can be an "architectural marvel," made of the finest stone and reflecting originality in construction, one architect told the Journal de Genève.

Other former defenses are being pressed into the service of the environment. Anti-tank ditches have been converted to fish ponds. And bunkers, with their cavelike interiors, make perfect habitats for bats.

#### Around Europe

the daily Süddeutsche Zeitung

years later you keep coming back to the place where the

thing happened." The German railroad authority now provides engineers with psychological training on how to handle such trauma, as well as follow-through counseling.

the Palais Royal, the Louvre, the Luxembourg Garden, the Observatory, across Boule-vard Arago, and finally to the Cambodian Pavilion in the south.

The street-level tribute was designed by the Duteb artist Jan Dibbets. "You could say it is the longest sculpture in Paris, but at the same time, it is the simplest, because there is nothing," be told the daily Libération. "It is an imaginary monument constructed

tists."

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# **TOPICS**

share program, Switzerland is pondering the fate of thou-sands of border defenses rendered obsolete by the end of the Cold War, including its famous toblerones - the pyramid-shaped concrete tankstoppers named after the chocolates of a similar form.

tified 14,000 structures, from mined bridges to fortified houses, that have been "tactically overtaken."

A sad record was set last week in Germany: 17 people killed themselves by jumping in front of trains. With two such attempts every day on German railroads, engineers have had to live with the grim knowledge that at least once in their careers, they are likely to be involved in such a death,

reports. "It's a bloody lonely joh," says Winfried Lang, an official of the train engineers' union. "You're driving at night, through fog, and even It is a most unusual monu-

ment: Stretching through Par-is from north to south, it bas 135 separate parts, and yet you might easily overlook it. Implanted in city streets and courtyards, 135 bronze circles. each bearing only the word Arago and an "N" and "S" for the compass points, honor François Arago, the 19th century scientist and politician. They follow the imaginary line between the Earth's poles, known as the meridian of Paris, which Mr. Arago bad helped trace out even before his election to the French Academy of Sciences at the age of 23.

An ambitious pedestrian can follow the new "monument" from 18 Avenue de la Porte de Montmartre, at its northernmost point, through

along an imaginary line."

A decriminalization of hasbish was urged by 200 German judges and prosecutors at a recent conference in the Baltic Sea town of Damp, "Hashish," the group said in a communique, "is clearly less dangerous than alcobol or nicotine. The continuing criminalization of hashish reflects a double standard which flies in the face of the findings of natural and social scien-

Brian Knowlton

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# PRAYERS: Issue on Center Stage

Continued from Page 1

welcomed the president's comments as "a very good thing" and said he hoped to meet soon with the president to draft an amendment that would "allow us to re-establish a right which existed for all of American history up until the early 1960s." A vote could come as early as

July. Republicans want the amendment to state that nothing in the constitution bars voluntary prayer, that no person shall be compelled to pray and that the government would not dictate the content of the pray-

But it will not be easy to pass. Amending the constitution requires a two-thirds vote in both houses of Congress, then ratification by three-quarters of the state legislatures.

Since it first issued a definitive ruling barring organized school prayer in 1962, the U.S. Supreme Court has consistently voted to boister its view. Even a "moment of silence" organized hy school authorities has been ruled oot. The basis for the ruling is the constitution's first amendment,

which bars Congress from mak-ing any law "respecting an es-tablishment of religion, or prohihiting the free exercise To permit organized prayer, the justices have argued, would allow the majority — presum-ahly Protestant Christians — to

create a coercive environmen!

for schoolchildren of different

faiths or for those who do not wish to pray.

Mr. Clinton, a Baptist, has previously spoken of his personal support for only voluntary prayer in public schools. But some Americans, including many Christian fundamentalists, a voting bloc that is growing in its potency, believe the schools are failing to teach religious values to children and should offer organized prayer

each day. On Tuesday, Mr. Clinton ex-

pressed concern at a press conference that school prayer might "become coercive to people who have different religious views from those that are in the majority." But he also said he would not rule out a constitutional amendment and would have to "see what the details

On seeing the president's comments, the liberal group People for the American Way, accused the president of "cav-ing in" to Mr. Gingrich and making "gestures to the right wing" because of conservative electoral gains. Jewish leaders expressed similar unease.

Neither Mr. Clinton nor Mr.

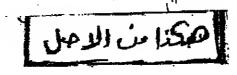
Gingrich intended to make school prayer a high priority in the forthcoming Congress. Republicans have promised to press for votes on such issues as welfare reform, tax cuts, military hudget increases, and a constitutional amendment re-quiring a balanced budget. Mr. Clinton believes there is room for compromise on some of these issues, particularly wel-fare reform and the Republican

with the authority to veto individual spending programs within larger bills passed by Con-It is unclear whether school prayer is a top priority for Sen-ate Republicans, but one leader there, Senator Thad Cochran, a Mississippi Republican, said Wednesday that the issue was "a legitimate concern" that ought to be considered and debated this year.
--- PAUL F. HORVITZ

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### HEALTH / SCIENCE

#### Chickadee's Brain-Renewal Project Chickadee's hippocampus grows many new neurons each year at seed-hiding time. New growth forms along ventricle Black-Capped Chickadee Side View Cross Section Hippocampus Hippocampus Midline of Cerebellum the brain Telencephalon Telencephalon Optic Ventricular Medulla Spinal cord Optic tectum Sources: Dr. Philippe Rousselot/Rockefeller University

# The Brainy Birds of Autumn

By Natalie Angier New York Times Service

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William Bar

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EW YORK - Every fall, when the trees of North America's forests shake themselves into bare brown bones, and the sky grows gray and surly, and the meadows offer little but brambles and shriveled berries, the little black-capped chickadee rises brilliantly to the challenges of a callous world.

The insects it has feasted on throughout the spring and summer are all dead, which means the bird must start foraging over a much wider terrain for fast-vanishing seeds and nuts.

The creature must also store food for winter, distributing little stashes in many hiding places to assure that it does not lose everything in one big theft; and it must keep in mind where all those seeds are cached. Not to worry: Each year, when the need to sharpen its thinking is greatest, the black-

capped chickadee grows a fresh new brain. Reporting in The Proceedings of the National Academy of Sciences, Dr. Fernando Nottebohm of Rockefeller University in New York and his colleague Dr. Anat Barnea, now of Tel Aviv University in Israel, announce that in black-capped chickadees the hippocampus of the brain - a region thought to be critical to memory storage and spatial learning — swells with a burst of neuronal growth each October. The scien-

tists have found that just at the time when the birds are confronting profound changes in their landscape, they have a huge turnover in hippocampal neurons, the old cells dying off and new ones taking their place.

By comparison, chickadees kept in comfortable captivity and provided with all the seeds they can swallow display only half as much neuronal turnover as their free-for-

HE latest results add an important dimension to the heatedly debated field of neurogenesis, the notion that the adult brain, far from being incapable of cell growth or self-repair as scientists long believed, can under certain circumstances shuck off the old and fashion the new.

In previous experiments with songbirds, Dr. Nottebohm and his co-workers demonstrated that parts of the brain believed responsible for song learning undergo antrual cycles of cell death and regrowth, very likely as a way of allowing birds like canaries to forget last year's tunes and master new ones. Now, the scientists have shown that neurogenesis also takes place in the songbird's hippocampus, presumably as a way of keeping the creature's foraging skills and territorial maps up to date.

"This adds strength to our original hypothesis that there is a correlation between neuronal turnover and learning," he said.

Neurogeoesis has also been observed in mammals, particularly rodents, although the reasons for the turnover of brain tissue in these animals remain unclear. Nor does anybody know whether neurogenesis ever takes place in adult human brains, though they suspect the answer is usually, alas, no.

Researchers hope that if they can unravel the details of ocuronal regeneration in birds and other animals, they may figure out a way of coaxing forth the trick in patients suffering from neurodegenerative disorders like Alzheimer's disease, Parkinson's disease, paralysis and the like.

Beyond any long-term clinical relevance, the latest experiments also raise the provocative question of how one defines a unit of memory -that is, what, exactly, is a memory made of? Most neurobiologists suspect that the unit of memory is the synapse, a connection between one brain cell and the

Based on his work with soogbirds, Dr. Nottebohm believes otherwise. The fact that songbirds display regular cycles of oeuroo death and replacement suggests to him that synaptic connections are not enough to make serious, long-term memories.

"If the synapse were the unit of memory." he said, "then the animal wouldn't need to sacrifice all these neurons" to build its mental portrait of the autumnal world. It would simply bump up the number of synapses to accommodate incoming information.

# 'Missing Matter': Mystery Deepens

By Kathy Sawyer Washington Post Service

ASHINGTON — About 60 years ago, astronomers began to discover they could not locate 90 percent of the matter in the universe. Two independent teams using the Hubble Space Telescope reported that they have ruled out the simplest, most reasonable explanation for this predicament. The remaining possibilities are, they say, radical

For about 30 years, many astronomers have clung to the theory that the missing matter is similar to the matter they can see. consisting of objects like the sun and other celestial bodies but shining very feebly or not at all. With better telescopes, they thought, they would detect the missing mass, which they called dark matter, all around them, where it had been all along. Enter the Hubble. Positioned above

Earth's atmosphere, its instruments are sharp and sensitive enough to take the first census of the smallest normal stars. And yet, the two teams reported that the telescope has found nothing, or next to nothing, in patches of sky where, according to the theory, there should be a lot of dim, small stars known as red dwarfs.

What's left? The most plausible explanation, the astronomers said, appears to be one favored hy many particle physicists collide with normal matter.

John Bahcall of the Institute of Advanced Study in Princeton, New Jersey, leader of one of the two teams, said that he had favored the conventional wisdom, that "the right stuff is ordinary stuff." Now, he said. Hubble bas "settled the debate that has lasted for 30 years."

HE deepening mystery of the miss-ing mass, he said, is "the most fundamental problem that we bave in astronomy today." The nature of dark matter, he said, "determines to a very great extent how the structure of the universe at the grandest scales evolved, and bow the things that you and I are made of, ultimately the stars and the galaxies, formed." The abundance of dark matter will determine whether the universe will continue to expand or whether, if its gravitational binding strength is sufficient, it will contract upon itself.

David Schramm, a theoretical astrophysicist at the University of Chicago and co-author of a book on dark matter, said the findings represent a tilt "toward weird exotic stuff," and imply that "it's all

around us right now."
Since the 1930s, scientists have collected

that the missing matter is not normal, not what they call incontrovertible evidence made up of protons and ocutrons. Instead, that all visible celestial objects, such as this theory holds, the universe is aswarm stars, planets and galaxies, must exist in a with exotic particles that don't interact or sea of invisible matter. Studies of hundreds of galaxies like the Milky Way show that mass usually increases toward the outer rim of the visible disk of stars, suggesting these galaxies are surrounded by halos of invisible matter. The matter is invisible, presumably, because it neither emits nor reflects much light, or any light.

Hoping that the Hubble's keenness of vision would make dark matter reveal itself, Dr. Bahcall's team looked in random regions around the Milky Way for red stars 100 times dimmer than those that could be detected from the ground. In a patch of sky where the team had expected to see seven of the faintest, least massive type of red dwarfs, "we saw zero," he said.

The other team, led by Francesco Paresce of the European Space Agency and STSI, pro-duced the deepest and most sensitive image ever taken of a globular cluster, one of the ancient swarms of up to a million stars, tightly packed together, that orbit within the halo around the main disk of stars in the Milky Way. "If low-mass stars were going to be created at all, that's where we'd expect to find most of them," said Dr. Paresce. "We had expected 'wall-to-wall' faint red stars. That's why the image astonished us when we first saw it because of the stars that

# Breast Cancer Study Reprieved

By Gina Kolata New York Times Service

ETHESDA, Maryland — Women who have breast cancer that has not spread outside the breast can almost always safely choose a lumpectomy followed by radiation rather than a mastectomy, researchers concluded at a workshop here.

The meeting, beld Tuesday by the Na-tional Cancer Institute, was called following discoocerting questions raised recently about the relative efficacy of mastectomy and lumpectomy followed by radiatioo

In a mastectomy, most or all of the breast is removed, while in a lumpectomy, only the lump and immediate surrounding tissue is removed. In 1990, a consensus conference called by the cancer institute confidently stated that lumpectomy followed by radiation was as effective as mastectomy in preventing recurrence of cancer for the vast majority of women with doctors and other health professionals as early breast cancer.

But last spring, after a large national study, the National Surgical Adjuvant Breast and Bowel Project, was thrown into turmoil when one of the study's investigators admitted falsifying data, and some investigators began wondering anew about these conclusions.

Since the statistics accumulated by the study had persuaded many doctors and women that lumpectomies and mastectomies were equally effective, the disclosures were devastating. Doctors and women asked whether the study's conclusions still held up, and some feared that mastectomies might be better.

At the same time, other researchers were asking wbether the radiation treatment following lumpectomy was really necessary. They were concerned that it might carry risks of its own.

To resolve the lingering questions about the study, the cancer institute assigned 54

well as statisticians to examine the data, reviewing 1,554 patient charts and verify-ing data by asking to see patient records and death certificates.

Dr. Michaele Christian of the cancer institute reported at the meeting that the auditors had verified all the data for 1,329 patients, or 92 percent.

Then the cancer institute asked Emmes Corp. of Potomac, Maryland, to analyze the data. Dr. Donald Stablein of the company reported that although his was "not the final analysis," his group analyzed the audited data and saw no difference in survival over a decade between the women who had mastectomies and those who had lumpectomies followed by radiation.

The findings of the breast and bowel study were bolstered by data from other studies that came to the same conclusion. These included a small study done by the cancer institute and several large Europe-

### Sour Note on Olive Oil

ASHINGTON - One of the firmer tenets of munition, a notably slippery subject, has been that olive oil is better for the heart than, say, corn oil and safflower oil. So said a study published nine years ago, which gained considerable support from the very lo rates of heart disease found among Mediterranean cultures that consume more olive oil than any other dietary fat

But an analysis presented by Dr. Christopher Gardner of Stanford University at a meeting of the American Heart Association in Dallas seems to suggest otherwise. His analysis of findings from 14 studies leads him to believe that the only concern should be "to avoid saturated fats," like those found in animal products, coconuts and hardened vegetable oils.

"If you replace the saturated fats you get from meat, eggs and dairy foods with unsaturated fats from plants and vegeta-bles, you'll be in good shape," he said.

# Quitting Smoking May Help Mend Damaged Lungs

By Jane E. Brody New York Times Service

EW YORK — Nearly all smokers experience an accelerated decline in lung function, and many eventually develop a chronic lung disease like chronic bronchitis or emphysema. But a new study has found that quitting smoking can repair some of the damage.

The the results of the study. conducted at 10 medical centers in the United States and Canada under the direction of Dr.

mpeg, are published in The received intensive counseling on hale in one second. Journal of the American Medi- smoking along with a nicotine cal Association. The study was replacement to belp them quil supported by the National Heart, Lung and Blood Instirute in Bethesda, Maryland.

The study involved nearly 6,000 men and women wbo smoked. They appeared healthy but their lung function tests showed early signs of chronic obstructive pulmonary disease.

The participants were 35 to 60

One of the two smoking cessation groups also got inhalant bronchodilators to use daily in hopes that the medication would slow the loss of lung function.

The third group received only periodie examinations and lung function tests like those received by all participants in the years old and smoked an average followed for live years. Lung experienced on average a 2.5 of 31 cigarettes a day when the function was determined by

University of Manitoba in Win- into three groups. Two groups persoo's lungs were able to ex- related decline among people men will develop lung cancer.

rary benefit and had no longterm effect on delaying lung function decline. But stopping smoking had a significant offect, especially among those who quit early in the study.

All told, in the smoking cessation groups, 22 percent quit and were still oot smoking at the end study. All the participants were of the study. These participants percent decline in lung function, they decided it might mean that women more.

who never smoked. Those who continued to smoke experienced The use of bronchodilators on average an 11.4 percent de-

> Risk Among Women Smoking is more likely to cause lung cancer in women than it is in men, according to a new study, Reuters reported

from London. The British and Norwegian

Nicholas R. Anthonisen of the study began. They were divided measuring the volume of air the comparable to the average age- in the future more women than

"There has been preliminary evidence from the United States that women run about twice the risk of men of lung cancer from smoking," said Dr. David Phillips, who led the research team. "Our results provide experimental evidence for this hypothesis."

The study, sponsored by Britain's Institute of Cancer Research and Norway's National Institute of Occupational researchers said they did not Health, indicates that smoking know why this happened, but somehow damages the DNA in

#### **BOOKS**

PHARAOH'S ARMY: Memories of the Lost War By Tobias Wolff. 221 pages. \$23.

Reviewed by Judith Cobum

Knopf.

HOW to capture war in art? Especially Vietnam, a war so contested as to be stripped of the redemptive power of heroism. Replicate its insanity by dragging people into an artistic apocalypse, as did Oliver Sione? Plot the vortex of moral degradation, as did Robert Stone, America's Solzhenitsyn? Report its absurdity through the wacko humor of its teenage boy, to want you to admire his grunts, as did Michael Herr? Comes now Tobias Wolff - houses apart?"

best known for his memoir of his childhood, "This Boy's Life" - with a riveting account of his war as an American adviser to a South Vietnamese artillery battalion in the Mekong

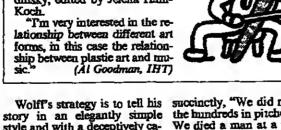
"How do you tell such a terrible story?" asks Wolff. "Maybe such a story shouldn't be told at all. . . . As soon as you open your mouth you have problems, problems of recollection, problems of tone, ethical prob-lems. . . Isn't there, in the very act of confession, an obscene self-congratulation for the virtue required to see your mistake and own up to it? And isn't it just like an American sorrow at tearing other people's

## TO OUR READERS IN BELGIUM

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• Elena Salgado Méndez Spain's secretary-general for communications, is reading the Spanish translation of a collection of letters between Amold Schoenberg and Wassily Kandinsky, edited by Jelena Hahl-

"I'm very interested in the relationship between different art forms, in this case the relationship between plastic art and mu-sic." (Al Goodman. IHT)



style and with a deceptively casnal voice. The tension between this form and the horror of the war's content made this reader, anyway, feel by the book's end as if somehow I had gone out of my mind without noticing.

This is, as Wolff acknowledges early on, an account not of the Vietnam of gut-wrenching combat or spectacular heroics, but of the daily grind of guerrilla war and the queasy and their so-called South Viet- get by. There is the one about Tho [during the Tet offensive] namese allies. As Wolff puts it, the fake Viet Cong souvenirs he seemed not of our making and at The Washington Post.



succinctly, "We did not die by the hundreds in pitched battles. We died a man at a time, at a pace most casual." And, more poetically: "The resolute imperial will was all played out here at empire's fringe, lost in rancor and mud. Here were pharaoh's chariots engulfed; his horsemen confused; and all his magnifi-

cence dismayed." Wolff uses such heroic prose

American grunts, and what called Canh Cho ("dog stew"). Wolff confesses a youthful

passion for Hemingway, but it is astonishing to see Wolff's kindred spare lucidity in the service of a story in which heroism never presents its face. But cowardice is not its subject cither. Instead, with excruciating self-scrutiny he writes of his own beroic posturing in relief against his efforts to stay alive.

No one is better on how it felt to be an American in Vietnam: "My special position did not make me arrogant, not at first. It made me feel benevolent, generous, protective, as if I were surrounded by children." Or on the broken promises - the color TV pledged to a peasant boy to hustle his mother but kept instead. Or the casual callousness of American giantism — the bicycles crushed by Wolff's truck, sparingly. Mostly he tells sto-ties, awful, hilarious stories, of-choppers. And how easy it is to ten at his own expense, of what lay waste: "The process by partnership between Americans it was like day-to-day, trying to which we helped destroy My

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had his men make to sell to the all times necessary and right. . . . We pulverized hotels and happened when he tried to res- houses, floor by floor, street by cue the puppy the Vietnamese street, block by block. I saw the map, I knew where the shells were going, but I didn't think of our targets as homes where exhausted and frightened people were praying for their lives. When you're afraid, you will kill anything that might kill you. Now that the enemy had the town, the town was the enemy."

> And Wolff goes on to capture the exquisite ways the Vietnamese exacted their revenge. Describing one of his men dangling a puppy over a cooking fire, Wolff writes, "he wasn't playing with the dog, he was playing with me, with my whiteness, my Americanness, my delicate sentiments — everything that gave me my sense of superior elevation."

How do you tell such a terrible story? Just the way Tobias Wolff has.

Judith Coburn, who reported from Indochina in 1970 for the Village Voice and Far Eastern Economic Review, wrote this for

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**BRIDGE** 

By Alan Truscott F you are dummy and peck into a defender's hand, you lose rights: You may oot point out an irregularity, or warn partner against leading from the wrong hand.

Nevertheless, there is a strong temptation to peek at both defender's hands and in one circumastance it is easy. If you are playing bridge on the Imagination computer network, the three other players are miles away and the program

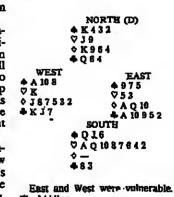
shows dummy all 52 cards. On the diagramed Imagina tion deal played recently, Richie Oshlag was the dummy in four hearts and could see all four hands. He saw the need to play the ace of hearts and drop the king, and hoped that his partner, Dave Smith would be equally perceptive looking at two hands. He was.

The opening lead was a dia mond, and South played low from dummy and ruffed East's queen. It was already probable that West held the heart king, based on a bidding inference: East's original pass marked him with at most 12 high-card points and probably fewer.

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The first trick indicated that East had begun with six highcard points in diamonds, and he was sure to have the ace or king of clubs. Why? Because West would have led an A-K combination in preference to a diamond from the jack.

South chose to postpone the issue and led clubs twice. This allowed him to locate the club ace, and the winning play of the beart ace became clear.



Pass

West led the diamond five.

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# Second-Guessing the Fed's Policy Wall Street Cheers, but Main Street Says 'Enough!'

By Louis Uchitelle
New York Times Service

NEW YORK - The Federal Reserve Board's decision to raise interest rates by the largest amount in years intensified a dehate that focuses not so much on the amount of the rise but whether the Fed should have acted at all.

On one side are those who applauded the Federal Reserve's action, most of them on Wall Street. They are challenged by an unlikely coalition of manufacturers and labor leaders who charged that the rate rise enacted Tuesday will slow the economy too much, cutting back sales and eliminating jobs.

The word from Wall Street is that the economy is still 100 strong and that the central bank will have to raise rates again by early next year to control inflation.

"This increase is entirely justified, but it is not the last one in this cycle," said Henry Kaufman, a money manager, bond trader and economist in New York. At some point in the next three months. they will have to aet again. The economy is too strong to be greatly affected or slowed by the present level of rates."

Mr. Kaufman said the key short-term lending rate controlled by the Federal Reserve, which now stands at 5.50 percent, would have to reach 7 percent before the economy begins to respond. Only then, he said, would there be a slowdown in auto sales, home construction, consumer borrowing and the numerous other activities that now keep the American economy growing hriskly.

But for Jerry Jasinowski, president of the National Association of Manufacturers, the Fed move Tuesday may prove to be the straw that breaks the hack of the economy - and unnecessarily so.

"The Fed is fundamentally misreading the American economy," Mr. Jasinowski said. "They ought to get out from behind their desks and see what is really happening in plants and on factory floors across

The largest labor organization in the country, the AFL-ClO, agreed. "What they are doing," said John Zalusky, an economist at the labor federation. "is coming down on the side of the bloody bondholders who don't want inflation to undermine the value of their bonds."

Just as industry and organized labor put aside differences to oppose a rate increase, Wall Street also closed ranks behind the Fed's action.

Mr. Kaufman's sentiments echoed across the financial markets, silencing an internal squabble between those who favored a higger rate increase — perhaps a full percentage point — and others who had said that half a point would be enough to slow the economy. Slower growth reduces the risk of sharply rising

David M. Jones, chief economist at Aubrey G. Lanston, a Wall Street bondtrading house, was in the camp that he-lieved a half-point increase would have been enough for the moment.

"Alan Greenspan is starting to fall into a pattern," Mr. Jones said, referring to the Federal Reserve Board chairman. "He is analyzing the data slowly between increases and recognizing the possibility that the economy might be able to grow more strongly than in the past, without more inflation?

There have been six rate increases so far, spread out over the past 10 months. Mr. Jones touched on a theme that increasingly concerns the Clinton administration, as well as many economists outside Wall Street. Even some officials at the Federal Reserve are starting to question whether the economy has changed so profoundly that it has more capacity for noninflationary growth than is generally believed.

The Federal Reserve, in a statement Tuesday explaining the latest rate increase — the biggest since 1981 — said its action had been taken against "persis-

See FED, Page 12

# **Industrial Investment in China Slows**

By Kevin Murphy

HONG KONG - New investments by China's state-run industrial sector fell in October, the government reported Wednesday, which raised confi-dence in Beijing's ability to rein in its fast-growing economy.

But as evidence mounts that the overall cost of living has increased despite lower wholeously high urban inflation remains elusive, analysts said. China's State Statistical Bu-

the rate of growth in fixed investment hy state-owned husi- Salomon Brothers Inc. in Hong Bloomberg Business News.

nesses was 22.5 percent in Octo- Kong. "This stands as a proxy her, compared with a year on money supply. If the numbers are correct, it's almost too good to be true."

This rate of expansion, a leading indicator of eventual demand for raw materials, machinery and property, also was well below the corresponding Chinese leadership worried figure for the first nine months of the year, 43.9 percent.

Analysts said the lower fixedsale prices of nonfood items, a asset investments should evenquick solution to China's peril- tually filter through to ease in- ic economy. flationary pressures in large sectors of the economy.

"I'm thrilled to see these stareau reported Wednesday that tistics," said Andrew Freris, chief regional economist for Capel Asia in Hong Kong, told

Urban retail prices rose at an annual rate of more than 27 percent in September, continuing a trend that has alarmed a about domestic stability and international investors who are rapidly increasing their expo-sure to a fast growing but chaot-

"The slowdown in investment indicates credit has been tightened recently," Elizabeth Cheng, China analyst at James

berg Business News reported.

The U.S. investment compatroleum Chemicals and \$53.5 profits. million plus interest from Minmetals International Non-Ferrous Metals Trading Co., acfederal court in New York. Both companies suffered

large losses while trading foreign currencies and related financial products.

# Indonesia Signs **Major Gas Pact** With Exxon

By Michael Richardson International Herald Tribune

JAKARTA --- In a deal expected to open the market for clean-burning natural gas in Asia, Exxon Corp. on Wednesday signed an agreement with Indonesia to proceed with the world's largest offshore gas de-velopment project at a cost of as much as \$40 billion.

The deal signed on the last day of a visit to Indonesia hy President Bill Clinton, who made export-related johs and

made export-related johs and investments a major theme of his South East Asian tour.

Already one-third of U.S. exports go to East Asia, which is in the midst of rapid economic growth and industrialization.

Those exports support more than 2 million American jobs, administration officials said.

Mr. Clinton told U.S. and regional business leaders that if America was "vigorous and effective" over the next decade, "Asia could add more than 1.8 million jobs to the American economy, jobs that pay on average 13 percent above nonex-

port-related jobs."

Lee R. Raymond, Exxon's chairman, said the agreement on development terms with the Chinese companies being state-owned national oil com-sued by Lehman Brothers Inc. pany, Pertamina "comballing have blamed sourcements and the pany, Pertamina, "symbolizes the growth of the Asian energy have hlamed government austhe growth of the Asian energy terity measures for their demarket, as well as the opportufaulting on ohligations, Bloom- nity to utilize advanced technology to serve that market."

Exxon officials refused to ny is seeking \$44 million plus disclose tax arrangements or interest from China United Pethe formula for sharing gas and In the late 1980s, the project

was expected to cost no more than \$18 billion to bring into cording to complaints filed in full production. On Wednesday, Exxon estimated the total investment at \$40 hillion. A. Norris Crownover Jr.,

president of PT Esso Indonesia. another Exxon unit, said dis-

posal of the carbon dioxide in an environmentally safe manner was largely responsible for "all the extra money."

The project is owned 50-50 by Pertamina and Esso Explo-ration and Production Natura Inc., an Exxon unit.

Its completion would secure Indonesia's position as the world's leading exporter of hq-uefied natural gas, said Mr. Murdiono. Indonesia's state

But analysts said first LNG deliveries were unlikely to take place before 2003.

secretary.

Esso Exploration will manage and operate the project, which involves major technical and environmental challenges. In 1993, Indonesia sold around 25 million tons of LNG worth more than \$4 billion, mainly to Japanese utilities.

Mr. Crownover, said that the next step would involve sales negotiations with potential

LNG buyers in Asia.

He cited growing demand for LNG in the region because "it's fully recognized that gas is a clean-hurning fuel that is friendly to the environment.

Mr. Crownover said that buyers could include Japanese, South Korean and Taiwan utilities, which already have contracts for Indonesian LNG and "other potential energy markets here in the Far East.

The giant new gas field that Exxon and Pertamina plan to develop is in the South China Sea about 1,200 kilometers (750 miles) north of Jakarta and 225 kilometers northeast of Indonesia's Natuna Island. It lies within a zone of the sea over which Beijing claims territorial control.

Exxon officials said that the Natuna field could produce about 15 million tons of LNG a year at capacity and had enough reserves to continue at this level

#### INTERNATIONAL MANAGER

# Doc Martens to Stomp Into London

By Erik Ipsen nal Herald Tribune ONDON - Dr. Martens, the brand whose heavy-soled work boots strike dread in parents' hearts the world over, is plotting a fresh assault on the citadels of

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popular taste. On Wednesday, with the company's own 46-piece marching band belting out 'These Boots Are Made for Walkin,'" Dr. Martens will loudly open its first department store in London's Covent

What is more, the company that owns Dr. Martens — R. Griggs Group Ltd., based in Wollaston in the English Midlands --- promises to repeat the performance in major cities around the world

in the next two years.

For Griggs, this first store marks a turning point. Stephen Griggs, the fifth generation of his family to head the group, concedes that the store is a bit of a step into the unknown." But he quickly changes gear to the sort of cheeky brashness the brand has become synonymous

"Our ambitions are pretty high, really," Mr. Griggs, a pudgy 33-year-old, says with a chuckle. "We aim to be the thirdlargest tourist attraction in London." He predicts that soon, tourists will have to have their pictures taken at Parliament, the Tower of London and Dr. Martens. It was 35 years ago that a German

doctor, Claus Maertens, licensed his idea for a therapeutic shoe with an air cushion insole to Griggs.

1 ECU

gree fair

was a sturdy eight-eyelet work boot that came off of the assembly line on April Fool's Day in 1960. It has since been known as the "1460" model: first day, fourth month, 60th year.

Originally, Griggs achieved success with Dr. Martens as a strictly ntilitarian item. It was only in the 1970s that its image got what turned out to be its



commercially crucial bit of trashing -as the chosen footwear of a generation of

In the 1980s, the shoes covered the feet of the rock stars Sting, Paul McCartney and Elvis Costello. Then millions of

rector of Griggs. "Parents hate them, so kids love them."

English skinheads and neo-Nazis.

teenagers, most of them women, began wearing them.

"The 1460 is made exactly as we did 34 years ago, except now, instead of being sold to postmen and policemen, 60 per-cent or 70 percent of them are sold to girls," said Roger Shelton, managing di-

While the eight-eyelet model contin-

**CURRENCY & INTEREST RATES** 

Nov. 16 Eurocurrency Deposits

The first so-called Air Wear product uses to be its top seller, the company has a sturdy eight-cyclet work boot that ame off of the assembly line on April log now runs to 41 pages and includes the steel-capped boot that is the companion of the steel-capped boot that is the capped boot that the capped boot that is the capped boo ny's top seller in fashion-conscious France and Italy, as well as floral-print children's models and Open Air Wear

For Dr. Martens, image is everything. Increasingly, Griggs executives talk not of their shoes, but of their hrand.

Others also make flattering parallels. "Doc Martens are like Levis," said Ashley Heath, fashion editor of The Face magazine. "They have crossed over and transcended any notion of being a cult item or temporary fad."

With 2,700 employees, a production capacity of 10 million shoes a year and worldwide sales expected to top £170 million (\$269 million) this year, the family-owned Griggs Group is on the boil. Its six-story London store will sell not only shoes but Dr. Martens watches, belts, school tablets, even food.

Mr. Griggs envisions his London emporium as the first of perhaps three dozen stores around the world.

All the accessories - the nonshoe items - are made for Griggs under license, to the company's own designs. The company, which prides itself on its quirky Englishness, is also considering making its shoes overseas.

"If we want to get into markets like Russia or China, we have got to have local sourcing of our products," Mr.

# EU Backs Down on Airline Subsidy Ban

By Erik Ipsen

tional Herald Tribun LONDON -- In a hotly debated move, the European Commission on Wednesday backed away from recent attempts to crack down on state aid to airlines.

Specifically, the 17 commissioners unanimously approved 33 pages of new guidelines for state aid that failed to include recent recommendations restricting government bailouts of struggling carriers. Instead, the commission voted to allow airlines to reapply for state aid "in excep-

tional circumstances. "It marks an unfortunate retreat," said Konstantine Adamantopoulous, a lawyer with Hammond Suddards, a Brussels law

firm that specializes in EU matters. Earlier this year, a committee empowered by the commission to look into the prickly problems of state aid to the air

transport industry had recommended that Treaty of Rome and so be it," said a such funding be granted only on a "first time, last time" basis. In other words, ailing airlines were to get one shot only at getting hack on course.

Karel Van Miert, the commissioner for transportation and competition, was amount those who had hailed the more restrictive approach. As recently as last week, he said that airlines that had received government aid "should not come knocking on the commission's door again." Critics said that the guidelines approved

Wednesday represented an about-face. But some industry executives said the new guidelines only reflected the law. Under the Treaty of Rome, under which the

commission was founded, airlines are specifically entitled to receive aid "in exceptional circumstances." "The commission has to abide hy the

for all the murky conditions under which it would approve state aid. So far, observers noted that the six airlines have gone before the commission seeking approval of cash injections from state coffers, and all have secured the nod from Brussels. Observers in Brussels noted that by fail-

spokesman for British Midland Airlines, a

harsh critic of state aid. "We would just

hope that they would look even harder

certainly at second- and third-time appli-

cations to see whether they are good for the

The new guidelines were part of an ef-

fort by the commission to elarify once and

air traveler and for competition.

ing to specifically adopt the first time, last time rule, the Commission has thrown open the door to repeated hailouts of troubled carriers after a brief period when it seemed to be cracking down.

### **Default May Be Looming** At Rockefeller Group Inc.

ments.

The Associated Press NEW YORK - Rockefeller

Group Inc., the company that owns Rockefeller Center, may be close to defaulting on mortgage repayments on the property, according to a government filing by the company that holds the \$1.3 billion mortgage.

In its quarterly filing with the Securities and Exchange Commission on Monday, Rockefeller Center Properties Inc. said the Rockefeller Group's "cash shortfalls" raised "substantial doubt about the borrower's ability to continue as a going concern.

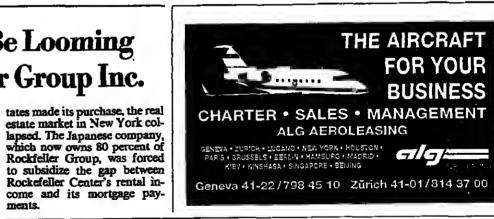
The statement indicates that the financial condition of Rockefeller Group has deteriorated beyond what was expected at the end of 1993, according to accountants who specialize in real estate.

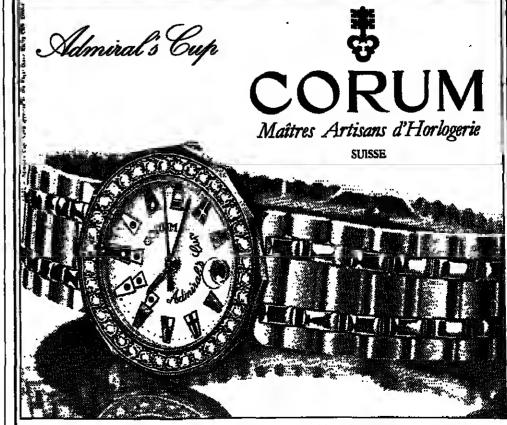
The filing also said Rockefeller Group expected these operating losses to continue and would be unable to make its mortgage payments without additional contributions from its OWDERS

"The borrower does not have commitments from its partners or any related affiliate to fund these cash shortfalls," the filing şaid.

A default on the loan could be a setback for one of the most prominent Japanese investments in the United States: the \$1.4 billion controlling interest in Rockefeller Center bought hy Mitsubishi Estates Co. in 1989 from the heirs of John D.

Rockefeller Jr. Shortly after Mitsubishi Es-



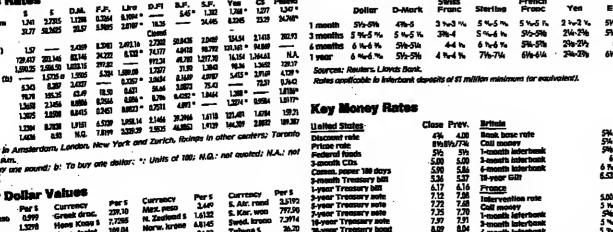


Admiral's Cup with enamelled nautical pennants marking the hours. Registered model. For a brochure, write to: Corum, 2301 La Chaux-de-Fonds, Switzerland.

#### D.M. F.F. Lire 1.1784 0.3264 0.1994 1 2057 5.9895 2.8197 1 6 months 6 %-6 % 5½-5¼ 1 year 6 %-6 % 5½-5% N.A. 129.17 4,129 \* Sources: Reuters, Lioyds Bank, 129M 8.7838 LP151 6.5739 1.958.14 2.1466 39.3966 1.6118 127.491 1.6734 1.5724 1.4346 0.83 N.Q. 7.5199 2.352.39 2.555 44.855 1.9139 144.389 2.8522 189.367 **Key Money Rates**

Currency
S. Atr. rand
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Turkahi iira
UAE dirham
Venez. beliv,
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N. Zedfond s 1.6132
Norw, krone 8,8145
Phil. peso 24.33
Polish zioty 23467.
Pert. escudo 1847.
Russ. ruble 1142,00
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Gold

Zarich

London 385.50 New York 386.00 U.S. dollars per sunce.

P.M. 364.25 384.25 366.80

Ing prices; New York Comex (December.)

London official fix-

### Stocks Rise as Fears **Over Rates Dwindle**

NEW YORK -Stock prices rose Wednesday as rising oil and auto issues blunted coocern that the Federal Reserve Board's decision Tuesday to raise interest rates would slow the economy and threaten cor-

porate profits. The Dow Jones industrial average closed 18.84 points high-

#### U.S. Stocks

er, at 3,845.20, but declining shares led advancing issues by about 6 to 5 on the New York Stock Exchange. Volume totaled 297 million shares.

The Dow was buoyed by Eastman Kodak, which closed up 2, at 49%, Procter & Gam-hle, which ended 1% higher, at purchase. 63%, and United Technologies. which finished up 11/6, at 591/4.

The rise in auto issues was led by Chrysler, which rose 11/8, to 51. General Motors rose 5/1. General Motors rose %, to 39%. Some analysts said higher interest rates had not slowed the industry's growth prospects.

The henchmark 30-year Treasury bond was down 21/32, to 93 11/32, for a yield

of 8.09 percent, up from 8.04 percent Tuesday.

Traders said that despite the good performance of blue-chip issues, investors were still concerned about the potential effects of higher interest rates even after the Federal Reserve Board raised short-term interest rates three-quarters of a per-

centage point Tuesday.
Boeing stock rose 1 %, to 45%, after the company said it was in talks with Chinese aircraft makers about participating in a project to manufacture small jets for the rapidly growing Asian aviation market.

Digital Equipment shares rose 2%, to 36, after Goldman Sachs added the company to its list of stocks recommended for

Medstat rose 914, to 2612, after Thomson agreed to buy the company for about \$339 mil-

Atari rose 7/16, to 5%, after the video-games company said Sega Enterprises, the Japanese video game giant, had won reg-ulatory approval to make a \$90 million investment in Atari. (Bloomberg, AP, Reuters)

### **DOLLAR:** Better Days Ahead?

Continued from Page 1

where traders don't want to trade and investors don't want to invest," he said, "This means we won't have an instantaneous recovery, but one which builds.'

After the big losses sustained this year hy investors who had expected the dollar to rally, Mr. Chertkow added that it was not surprising that "the bets on the table are not anything like the

#### Foreign Exchange

size that were on the table at the start of the year. Therefore, it will take longer to get a sustained dollar rally started."

John Lipsky at Salomon Brothers in New York sees the main risk to the dollar dependent on how quickly the Fed responds to data in the coming months showing any accelera-tion in the rate of inflation. As a result, he said, "there's no justi-fication for a big rise in the dollar from where we are now."

"The U.S. bond market remains vulnerable to an upturn in inflation, and will remain vulnerable until there is a clear sign of decelerating economic growth." he said.

"So long as the risk remains for higher bond yields and new tightening by the Fed, foreign investors are unlikely to take a significantly more positive view

curs, there's little chance that the dollar could strengthen sub-

stantially. He added that "if U.S. inflation were to worsen and the bond market were to sell off which remains a risk — then there is also a risk of renewed dollar weakness.

Michael Burke at Citibank in London said he saw "some pick-up in activity on the buying side" and estimated that the dollar is now "well supported." He said that "at best" the dollar could rise over the next year to a high of 1.67 DM, but that it NYSE

would then fall back.
Analysts at S.G. Warburg said they doubted that the current rally would carry the dollar much above 1.58 DM and expected a renewed decline in the new year to below 1.50 DM and below 95 ven.

#### ■ Dollar Consolidates

Traders said the softening of the dollar was mostly a consoli-New York.

5.3240 French francs from high 84.9 percent in October. 5.3425 francs. The pound rose to \$1.5735 from \$1.5720.

The Dow

#### **EUROPEAN FUTURES** Dow Jones Averages Daily closings of the Dow Jones industrial average 2913.00 2918.60 2772.00 2773.00 2853.00 2855.00 2754.00 2753.00 BRENT CRUDS OIL (1PE) U.S. dollars per barrel-lots of 1,000 554.23 354.17 14°.46 42.64 465.02 432.50 **NYSE Indexes** High Low Last Cha 254.71 323.15 228.92 199.12 199.44 - 0.15 - 0.77 - 0.50 - 0.50 1186.00 1187.00 1164.00 1165.00 1217.00 1212.00 1189.00 1190.00 Stock Indexes FYSE 100 (LIFFE) 125 der index anie) Low Financial **NASDAQ Indexes** CAC 49 (MATIF) AMEX Stock Index 3-MONTH EURODOLLARS (LIFFE) \$1 million - pts of 100 pct High Low Last Chy. 448.65 447.00 448.37 -- 0.24 Dividends **Dow Jones Bond Averages** - 0.03 - 0.03 - 0.03 - 0.12 Close 94.34 89.21 99.28 NYSE Diary STOCK STOCK SPLIT erby 2 for 1 spill INCREASED **AMEX Diary** 25 12-5 M 12-9 Close Prev. 273 319 225 817 9 REGULAR **NASDAQ Diary** 1647 1569 1908 5124 107 124 10-YEAR FRENCH GOV. BONDS (MATIF) FF500,000 pt 100 pc; Dec 111.60 110.90 111.10 -8.20 Mar 110.64 110.14 110.24 -0.20 Jan 109.64 109.62 109.52 -8.20 Sep 108.70 108.70 108.70 -0.20 Spot Commodities industrials

### FED: Rate Increase Raises Barrier Between Wall Street and Main Street

Continued from Page 11 tent strength in economic activ-

Prev. cons. 408.13 34.39 320.35

**Market Sales** 

ity and high and rising resource That means the economy is

dation of its sharp gains Tues-day after the U.S. rate increase, sured by the country's 5.8 per-AFP-Extel News reported from cent unemployment rate. Moreover, companies cannot The U.S. unit closed at 98.36 increase their output of goods yen, off from 98.75 on Tuesday, It fell to 1.3043 Swiss francs from 1.3101 francs and to 5.3240 Franch france from 1.3101 f

The Federal Reserve acted on those statistics, preferring - at Traders said that end-of-year least for now — not to chal-indow dressing was likely to lenge the message embedded in the financial markets.

U.S. FUTURES keep the lid on near-term gains. them. The fear is that all sorts of

the inflation rate spart.

serve slows the economy prematurely because of an excessive concern about inflation. people with jobs will have less chance of getting raises. Some Federal Reserve poli-

cymakers, in off-the-record in- the American economy can we are underestimating the terviews, are beginning to won- handle stronger growth than the economy's potential." der whether the data tell an accurate story. Those doubts,

and these shortages will drive rate, and it was wrong, then the analysts have said was the maxup wages and prices, making inflation genie would get out of the bottle," said Richard Berner, The stakes, of course, are chief economist at the Mellon enormous. If the Federal Re- Bank in Pittshurgh. "So we can't

afford to bet on that notion." House and in the Treasury are economy more productive, exploring the possibilities that "If that is true, then maybe exploring the possibilities that

shortages might soon develop, notion that the data were inaccu- 2.5 percent increase that many imum sustainable rate.

"We have had a lot of investment in the past several years, and particularly in the past three years," said Laura D'Andrea Ty-Like the Fed, President Bill son, head of the Council of Eco-Clinton and his aides are reluc- nomic Advisers. Heavy investunemployment will rise, and tant to challenge official data. ment in machinery and But economists at the White computers may have made the

### U.S./AT THE CLOSE

### U.S. Prices Rise Less Than Expected

WASHINGTON (AP) — Consumer prices edged up 0.1 per cent in October, the government said Wednesday, as falling energy prices and moderation in food costs combined to give the United States its best inflation performance in six months.

The increase in the Labor Department's consumer price index

haller lending

was smaller than most economists expected. In other economic news, the government said that Americans weekly earnings after adjusting for inflation rose 1.5 percent in October, the higgest monthly gain in more than 12 years. In a third report, the Commerce Department said that business inventories rose 0.5 percent in September, but human a large fall 0.3 reserving september, but human a large fall 0.3 reserving september. rose 0.5 percent in September, but business sales fell 0.2 percent in the month after a big surge in August.

### PolyGram Acquires 50% of Def Jam

NEW YORK (Combined Dispatches) — PolyGram NV said Wednesday it had acquired half of RAL/Def Jam Recordings. a rap music label owned by Russell Simmons, for \$33 million. The two companies began to work together in June after Mr. Simmons ended his nine-year distribution agreement with Sony Music Entertainment. He switched to PolyGram, which is 75 percent-owned hy Philips Electronics NV. (Bloomberg, AFX)

### **Delcor Bids for National Gypsum**

CHARLOTTE, North Carolina (Comhined Dispatches) -Stock in National Gypsum Co., a major maker of gypsum wall-board, surged Wednesday after Delcor Inc. offered to buy the shares in the company that it does not already own.

Delcor, an investment company, proposed a merger that would give National Gypsum stockholders \$43.50 a share, valuing the company at about \$940 million. National Gypsum stock rose \$12,0625 to \$44.8125.
Delcor, a unit of Golden Eagle Industries Inc., now holds about

19 percent of National Gypsum's common. (4P, Bloomberg)

### Morgan Stanley Profit Falls 35%

NEW YORK (Bloomberg) — Morgan Stanley Group Inc. said Wednesday its third-quarter earnings fell 35 percent as fees from investment banking and trading declined.

Profit at the securities firm fell to \$118 million from \$182 milli

million. Investment banking revenue tumbled 36 percent to \$190 million, while revenue from trading, commissions and interest fell 6 percent to \$540 million.

### Chase Said to Seek U.S. Trust Unit

NEW YORK (Reuters) - Chase Manhattan Corp. plans to buy the securities-processing husiness of U.S. Trust Corp. between \$400 million and \$500 million in the next two days, a source close to the deal said Wednesday.

U.S. Trust said it was in negotiations with "a third party" to sell the unit. Both U.S. Trust and Chase declined to comment further. U.S. Trust shares rose \$3.125 to \$64.625

#### For the Record

Union Carbide Corp. and Mitsuhishi Corp. will sell newly issued common stock representing 75 percent of Ucar International Inc.'s outstanding shares to a new company formed by Blackstone (Knight-Ridder) . Capital Partners.

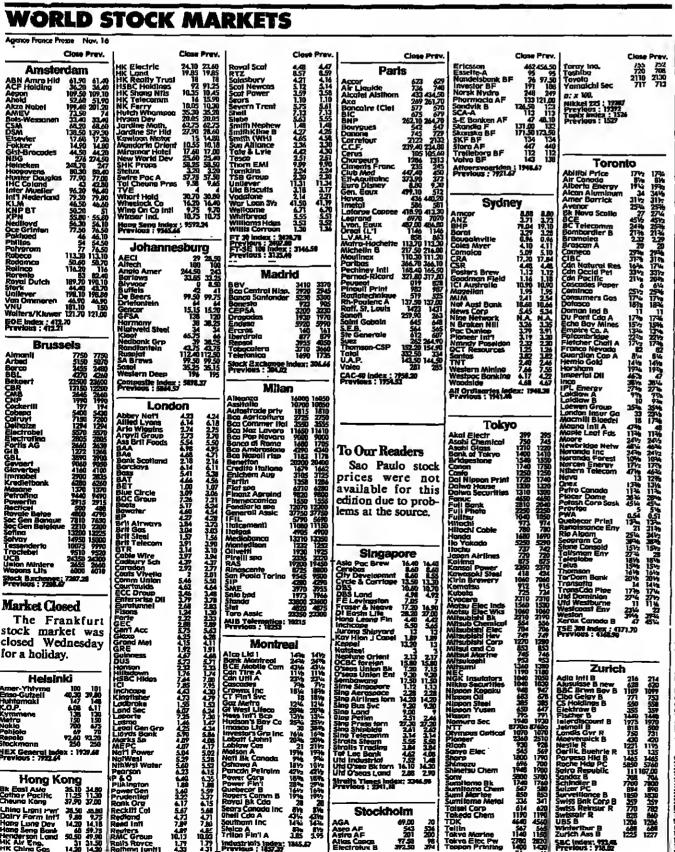
### **Intel Sees Higher PC Sales**

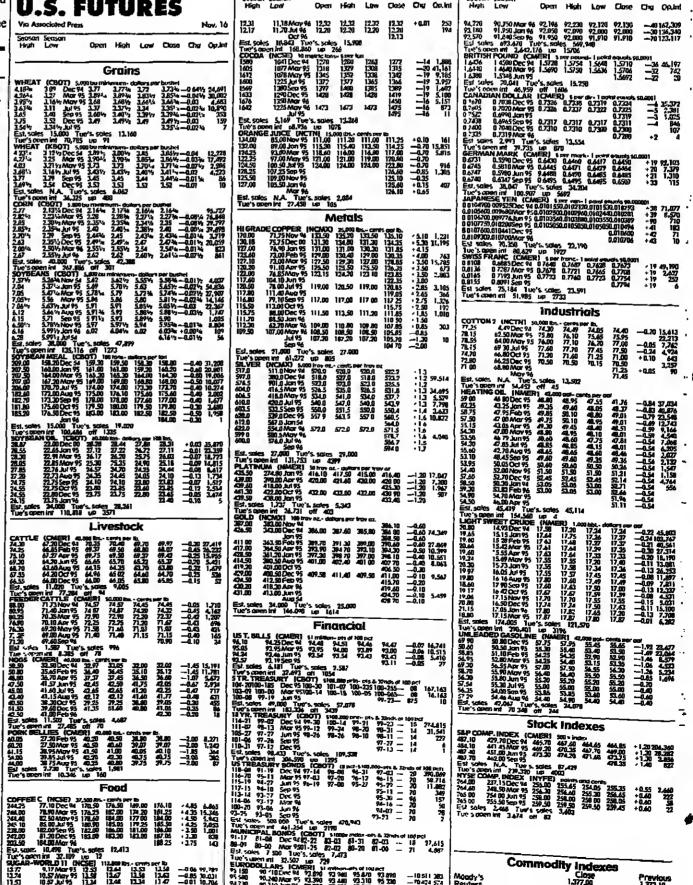
International Herald Tribune

LAS VEGAS - Andrew S. Grove, president of Intel Corp., said Wednesday that I billion personal computers could be sold in the coming decade, a level of sales that would be more than twice the current annual rate of 40 million units.

Mr. Grove, whose company makes more than 70 percent of the processing chips used in personal computers, also said the current generation of computers required too many add-on devices for sound, graphics and communications.

He said the next generation of machines should include many of these functions on the processing chip rather than require peripheral devices, such as sound and video cards. that must be attached to computers and that do not always work well together.





# Institutions Get Chance to Buy Renault Shares

Many analysts said Renault

shares would be an attractive

long-term investment only when

the state gave up majority con-

considerations hampering the

employs 100,000 workers in

France and has traditionally

been a bastion of labor strength.

The French government re-ceived 7.95 hillion francs from

Analysts said the relatively

weak demand from individuals

reflected a reluctance to huy

stocks in general because of a

slumping market. French in-

come taxes, which had to be paid recently, also may have cut

The CAC-40 index of French

hlue-chip shares has fallen 16

percent since the beginning of

the year. The market's slide

hurt prices of four other compa-

nies that had been privatized -

Elf Aquitaine, Rhône-Poulenc

SA, Banque Nationale de Paris

and Union des Assurances de

Paris — although some have

■ VW to Raise Skoda Stake

Volkswagen AG is expected to agree Friday to raise its stake in the Czech carmaker Skoda Antomobilova AS, Reuters re-

A source was quoted as say-

ing Volkswagen would increase its stake in Skoda to 50.5 per-

managed to recover.

ported from Prague.

cent from 31 percent.

the sale Wednesday.

mto private spending.

PARIS - Renault SA shares, though snubbed hy individual investors, are likely to be snapped up by institutions trol. Then investors would not when they begin trading Thurs- have to worry about political day on the Paris Bourse.

While demand from individ-strategy of the company, which ual investors was tepid at the government's partial privatization of the automaker, institutional investors last week demanded 15.5 times their allotment from the government.

"Institutions are going to be allocated a small amount of shares from the government and will want to buy," said Car-ole Guerin, a trader at Leven Chaussier in Paris.

Edmond Alphandery, the economy minister of France, said individual demand for shares Wednesday at 165 francs ("31) each had equaled 1.4 times the number of shares available. That was far weaker than the demand for shares of other state companies sold during the past year.

Shares for institutional investors were priced at 176 francs. and in the so-called gray market, where prices are set in the days leading up to public trad-ing, Renault shares were being offered at 179 francs to 180

Mr. Alphandery said Renault was not comparable to other French privatization efforts, because the government will retain a 50.1 percent stake, In other cases, the government gave up control.

# Dorotheum Bids for Higher Role **Austrian Auction House Aims for Global Expansion**

By Roni Amelan Special to the Herald Tribune

صكنا من الاعل

VIENNA - Austria's leading auction company, the Dorotheum Auktions-. Versatz- & Bank GmhH, set up in 1707 hy imperial decree to offer cheap credit to Austria's poor, bas embarked on an ambitious global expansion despite the sluggishness of the world art market.

Hoping to improve on the state-owned company's 1993 revenue of 1.5 hillion schillings (\$138 million), Alfred Karny. the general director, has concluded a series of international cooperation deals including, in mid-October, a sale of postwar Austrian art conducted jointly with Sotheby's Kunstauktionen GmbH in Vienna.

A more lasting international alliance was forged in the spring when the Dor-otheum joined the International Associ-ation of Auctioneers, along with the British auction house Bonhams; the leading auctioneers on the U.S. West Coast, Butterfield & Butterfield, and the New York rare-book specialists Swann Galleries. A separate deal was concluded with Toshi international, a Tokyo gallery, last

month for representation in Japan. But what is unique about the Dorotheum is the position it occupies, and nurtures, in Austria, where it plays the parts of pawn shop, savings hank, bargainjewelery and china retailer, and auction house. Exhibits are displayed in the welllit restored lobby of its Belle Epoch palace, which since 1991 has also held a cafe open to the public.

With 22 hranches across Austria and in Prague, the company seeks to draw people from a far wider circle than the international art set. This is why, Mr. Karny said, the company opened its Prague branch in 1992. "It was a longterm investment destined to get a foothold in the nascent Czech art market and to facilitate access to art pieces for auctions in Vienna."

Mr. Karny said that "direct jewelery sales in Prague have been attracting a lot of people, which is good for us." He is considering "maybe one day" holding million schillings in outstanding loans. auctions in Prague.

Mr. Karny is probably correct in claiming that his company "is as much of an institution as Schönbrunn," the imperial palace near Vienna.

The Dorotheum ranks as the ninth auction house on the world market, and

The Dorotheum plays the parts of pawn shop, savings bank, bargainjewelery retailer and auction house.

Mr. Karny says he knows he cannot compete with the two giants, Sotheby's Holdings Inc. and Christies Internation-

He said that "these are early days" in the Dorotheum's international development. In 1979, the institution became a limited liability company, after more than two centuries as a nonprolit organization. It has since become "the Central European leader in Old Masters auctions," said Michaela Strebl, a spokes-

Mr. Karny said his international policy was intended to "increase our sales force, to get the sort of force which Sotheby's has."

Speaking on condition of anonymity, one market expert dismissed the Doorth.

one market expert dismissed the Dorothcum's international alliances as "gimmicks," saying that, "very few such partnerships have yielded tangihle results in the Dast.

Mr. Karny said his determination to improve the Dorotheum's international standing had not deflected his commitment to its "social role" and his intention to continue accepting pawns from According to Mr. Karny, most of the

loans are given "to people too hard up to obtain bank credits." But random interviews showed that many well-heeled Austrians have been known to use this service at least once in their lives.

Until not so long ago, many middle-class women, though not driven by necessity, would pawn their furs in the summer. Secure in the knowledge that their pelts would be well looked after, the women preferred to get cash rather than pay for cold storage. But furs are increas-ingly hard to sell, and the Dorotheum no longer accepts them so willingly.

In Vienna, individual cells are reserved for shy patrons eager not to be seen while they pawn their family jewels, battered Walkmans and, at least once, "a parrot —although it is general policy not to accept hving things," Mrs. Strebl said. Since 1921, the Dorotheum has been

operating a savings bank to refinance loans, for which it charges a 30 percent annual interest rate. The Dorotheum has to get rid of the approximately 20 percent of pawned goods that are never redeemed. This is why it began to hold auctions in the 19th century and later turned to direct sales as well.

Mr. Karny is now concentrating on quality sales with color catalogs, but be said: "Our policy goes in both directions. We want to get everyone to the Dorotheum, while concentrating on quality for the world market."

Bric-a-hrac auctions are still held at the Dorotheum twice a day, but the organization now publishes catalogs for about 10 specialist auctions a year.

But the Dorotheum still does not benefit from real exposure on the key markets of London and New York.

François Curiel, Christie's vice chairman for Europe, said the Dorotheum was "sometimes a local competitor when we want to get a certain piece,"

#### Investor's Europe FTSE 100 Index 412.10 412.21 × 720867 ~-0.02 7,207.28 Stock index ... Closed Frankfurt FAZ 791.13 V .... Hetsinki -1,939,68 1,922,64 10,89 London ... Financial Times 39: 2,426.78 2407.80 46.54 3,146,50 3,136,40 +8,95 London Machic General Index 306.66 30432 40.87 10215 - 10253 Affaersveeridec 1,948.61 1,921,62 Stock index 21.83 419.74 923.48 Zerich SBS

#### Very briefly:

Britain's annual retail inflation rate rose to 2.4 percent in October from 2.2 percent in September, while its unemployment fell by 45,800 to 2.52 million, or 8.9 percent of the work force.

 Swisseir said flight operations posted a loss of 220 million Swiss francs (\$169 million) in the first nine months of the year, indicating a deeper loss than in the same period a year ago.

Land Securities PLC said profit rose a slight 2.5 percent, to £118.9 million (\$188 million) from £116 million, despite a weak British property sector.

 Hoechst AG's management board chairman, Jürgen Dormann, said profit was likely to grow by at least the same rate in the second half of 1994 as in the first half, when pretax profit rose 39 percent and net profit climbed 62 percent.

• Hambros PLC, the British merchant banking group, said profit slid 54 percent to £21.5 million in the six months ended Sept. 30.

RTZ Corp. said an accord reached in October to sell its Ridgeway mine to Kinross Gold USA Inc. for \$47 million had been called off; it would not comment further. Rewers, AFX, Bloomberg

### Industrialist In Portugal Regains Bank

LISBON - Antonio guese industrialist, bought 80 percent of the state-run A, a bank he owned be-1975, for 37.3 billion escudos (\$237 million), the Lisbon stock exchange said Wednesday.

small investors and employees.

Mr. Champalimaud, one of a small group of indus-trialists who controlled much of the economy before Portugal's revolution in 1974, fled to Brazil after the revolution and built another financial empire based on the cement business. He later returned to Portugal.

#### **ADVERTISEMENT**

1994 of Asahi Optical Co., Ldt. will be available in Amsterdam at: ABN AMRO Bank N.V. MEESPIERSON N.V. KAS-ASSOCIATIE N.V.

AMSTERDAM DEPOSITARY COMPANY N.V. Amsterdam, November 14, 1994.

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Annual Report 1994 of Komatsu Forklift Co., Ltd. will be available in

MEESPIERSON N.V. KAS-ASSOCIATIE N.V.

Compiled by Our Staff From Dispatches

Champalimaud, a Portu-Banco Pinto e Sotto Mayor fore nationalization in

The remaining 20 per-cent is to be sold later to

Bidding through his insurance company. Mr. Champalimand outbid the investment bank Finantia.

(AP, Reuters)

ASAHI OPTICAL CO., LTD (CDRs)

Consolidated Financial Statements

The undersigned announces that the ABN AMRO Bank N.V.

AMSTERDAM DEPOSITARY COMPANY N.V.

Amsterdam, November 14, 1994.

# EU to Debate How to Replace Telecom Monopolies

Compiled by Our Staff From Dispatches
BRUSSELS — On Thursday, European Union telecommunications ministers are expected to agree on Jan. 1. 1998, as a to supply a restricted number of deadline for abolishing telecommunications monopolies, but steps to allow cable television companies and others to compete sooner are likely to be thwarted, diplomats said Wednesday,

cuding state monopolies in othmission, mobile communicanetworks.

month allowing companies op-erating television cables, railway telephone lines and other so-called alternative networks telecommunications services from next year.

Only France, Britain, Germany and the Netherlands support the commission proposal, officials said. The decision requires unanimous backing. Officials said Belgium, Spain.

The union decided last year that ordinary telephone calls should be exposed to free cointhat had been given until 2003 petition before 1998, but they to open up telephone calls to did not agree to a timetable for full competition, were seeking similar delays in o er services such as data trans- other services. "It is likely that the ministers

tions and corporate phone will adopt a resolution bberalizing infrastructure, but it is un-As an interim step, the Euroclear with which conditions and pean Commission proposed last with what wording on liberaliz-

ing alternative infrastructure," one source said. France. Britain, Germany

and the Netherlands will probaon universal access, interconnection charges, licensing and access for non-EU operators, diplomats added. Many diplomats said any de-

cision would not stop the commission from deciding on competition rights regarding cable-TV networks. An aide to Karel Van Miert.

the competition commissioner, works after the ministerial

ministers are also likely to set sion in 1991 and 1992.

sets, broadcasters and producers, the diplomats said.

bly press for strict conditions # EU Looks Into French Aid The European Commission decided to investigate alleged subsidies given by France to its public television production company, Société Française de Production, Agence France-

Presse reported. The commission said it would pursue its investigation after it found that two rival prosaid Mr. Van Miert would pro- ducers bad sufficient reason to The telecommunications ages approved by the commis-

digital television standards to Under the recapitalization the slump in the property mar-be used hy manufacturers of packages, the French govern-ket, was being completed.

ment and other public share-holders pumped a total of 1.43 billion francs (\$270 million) into Societé Française de Production, winning authorization from the commission on condition that these were final cash

injections and would be used to fund a restructuring program. But according to the rival companies, the French government has given a further 460 million francs to the company since 1992 and was contemplating a 400 million-franc injection

The government rejected ernment had hreached the the new funding was essential terms of recapitalization pack- to prevent the company from going into bankruptcy while the restructuring plan, delayed hy

### Aided by Its Treasury, EBRD Manages a Profit

Compiled by Our Staff From Dispatches LONDON - The European Bank for Reconstruction and Development said Wednesday it had an operating profit of 3.6 million European currency units (\$4.5 million) in the third quarter, reversing a second-quarter loss of 6.1 million Ecus.

The turnaround was fueled by what bank officials called an "outstanding" performance by its treasury department, which manages and invests the bank's cash.

For the full year, bank ofsaid they did not really and accounting services.

know. Officials spoke on (Bloomberg, Reuters)

condition of anonymity at a press briefing.
A little more than a year

ago, the bank was under attack for inefficiency and the flamboyant spending of its first president, Jacques Attali. His more subdued replacement, Jacques de Larosière, has pledged to put the hank back on track. The officials said the pace

of project approvals would pick up toward the end of the year. They said that would mean higher costs for the last quarter, because adficials said they expected to ditional deals would involve be "around break-even" but bills for items such as legal

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**REPORTS 16.5 % RISE IN NINE-MONTH SALES** 

LVMH

In the first nine months of 1994, the LVMH Group recorded consolidated net sales of FF 18.8 billion, an increase of 16.5 % over the comparable 1993 period. The lower exchange rates of certain currencies against the French franc hampered the growth in sales in the third quarter. On a constant currency basis, nine-month sales are up 14.4 %.

By segment of activity, Group sales increased as follows:

| in FF millions               | 1993   | 1994   |
|------------------------------|--------|--------|
| Champagne and Wines          | 3,067  | 3,205  |
| Cognac and Spirits           | 4,159  | 4,244  |
| Luggage and Leather Goods    | 3,946  | 4,782  |
| Perfumes and Beauty Products | 4,366  | 5,085  |
| Other activities             | 582    | 1,470  |
| LVMH                         | 16,120 | 18,786 |

In the Champagne and Wines segment, sales volume rose by 10 %, in line with the progression recorded in the first six months of the year. LVMH's global brands - Dom Pérignon, Moët & Chandon and Veuve Clicquot - posted the strongest growth rates.

In Cognac and Spirits, the growth in sales was hindered by the lower exchange rates of the Japanese yen and US dollar. As a whole, sales volume was 3 % higher than in the comparable 1993 period. In the Japanese market, sales continued to improve despite the moderate pace of

In Luggage and Leather Goods, sales growth was limited by current undercapacity resulting from continued sustained demand. In 1995, the increase in Louis Vuitton's production capacity should enable the company to fully meet the growth in demand.

Finally, in the Perfumes and Beauty Products segment, sales of Parfums Christian Dior, Givenchy and Kenzo rose by 15 % over the first nine months of 1993. The outstanding success of Christian Dior's "Tendre Poison" and "Hydra Star" was comforted in the third quarter. Three launches were successfully conducted by segment companies: "Insensé Ultramarine" by Givenchy; the introduction of Kenzo perfumes in the US market; and the European launch of "Kashaya de Kenzo". Guerlain is consolidated in the segment's financial statements since the beginning of the second half.

Taking into account current sales growth and the activity outlook for the last quarter of the year, LVMH continues to aim at net income growth of over 20 % for the year as a whole.

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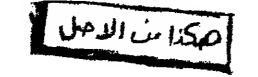
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# REPUBLIC OF LATVIA

International Tender for the sale of

# INDUSTRIAL ENTERPRISES

by the Latvian Privatization Agency

Enterprise number, name, location (in brackets: type of business [capacity p. a. if available], [turnover in 1993 in LVL (Latvian Lats if available]/number of employees mid 1994)

#### BUILDING MATERIAL (LV-59) V/U "Jelgava Building Materials Plant" Jelgava, LV 3000 (Fibrufile plates [20.000 cbm], [0,3 mill. LVL)/80) (LV-98) V/U "Smittene Wood and Metal Manufactur-

ing Company\* Smiltene , LV 4729 (Waste bins [100.000 pcs], Metal hangers [46 pcs], wooden cottages [200 pcs], /65)

(LV-19) V/U "Roja Fish Processing Plant" Roja, LV 3264 (Tinned fish [4,5 mill. cans], fish products [1.200 f], [2,2 mill. LVL]/192) (LV-36) V/U "Riga Fat Processing Complex"

Soap (tollet soap 3.500 t, laundry soap 8.000 f). [1,6 mll. LVL]/134) (LV-96) V/U \_Riga Fishery\*

Riga, LV 1020 (Fish [95.000 t], [17,3 mill. LVL]/2.068) EAVY ENGINEERING

(LV-53) Assets of Riga Warship Repair Plant No.177 (Ship repair [Roading dry dock, 4.500 t (117 x 22 m), 350 m quey], diesel turbine engine overhau. [100 pcs], [2,6 mill. LVL]/417)

LIGHT ENGINEERING (LV-04) A/S "STRAUME" Riga, LV 1004 (Electrical appliances, miners (200,000 pcs), coffee grinders [500.000 pcs], kitchen machines [73,000 pcs], electrical heaters [40,000 pcs],

11.0 mill. LVL (251) (LV-24) V/U "Latura" Valmiera, LV 4200 (Fire extinguishing systems and extinguishers [4.100 units], [0,8 mill. LVLJ/377) (LV-87) VAU \_Rigas Plastika Riga, LY 1045 (Sheet polyethylene [300.000 f], [0,35 mill. LVL]/88)

(LV-92) V/U "Progress" (Car accessories, Immersion heaters, (0,13 mill. U/L)/92) Riga LV 1006

#### PAPER AND PRINTING

(LV-46) V/U "Riga Cardboard Factory" Riga, LV 1004 (Cardboard articles [8 mill. sqm), [0,14 mill. LVL)/80)

(LY-95) Assets of V/U "Staiceles Paper Factory" (leased out) Limbazu, LV 4043 STORES INC. and dealers [500.000 cbm], kraft paper [1,5 mill. sqm],

### TEXTILE INDUSTRY

(LY-56) V/U "Kraslava Flax Processing Factory" Krastava, LV 5601 (Flax fibers [1.100 f], long flax fibers [400 f], M2.000 LVLV10)

(LV-57) V/U "Ludza Flax Processing Factory" Ludza, IV 5701 (Long and short flax fibers, linen [1.100 t flax fiber]. [30.000 LVL]/64)

(LV-61) V/U "Preili Flax Processing Factory" Preili, LV 5318 (Flax fibers [1.200 t], long flax fibers [500 (), /7) (production stapped in 1992)

Riga, LV 1009 (Fell hats, [production stopped in 1993)/10)

#### TRANSPORTATION

(LV-31) V/U "Ventspits Transporta Ekspedicija" Ventspils, LV 3602 (Road transport [freight turnover 126.000 fl. forwarding, warehousing, [2,5 mill. LVL]/127)

(LV-32) V/U \_Rezeknes Transporta Apvieniba\* zekne, LV 4600 (Road transport [37 mill. tkm], [0,15 mill. LYL]/190)

(LV-52) A/S "Brasia Transportation" Riga, LV 1084 (Road transport [9.2 mill. tkm), [0,2 mill. LVL]/127)

(LV-81) V/U "Riga River Transport" 1998, LV 10U7 (mland navigation [6 river barges, 2,800 f), /80)

#### (LV-106) V/U \_Riga Fishing Port\* Riga LV 1020 (Harbour services, oil separation [8 specialised

#### OOD AND WOOD PROCESSING

AV-06) V/U \_Daugavpils Furniture Plant\* Daugavpils, LV 5400 (Bedroom furniture sets [11.700 pcs], wardrobes [13.100 pcs], beds [7.400 pcs], armchairs [1,680 pcs], divan beds [840 pcs], folding chairs [220.000 pcs], [0,5 mill. LVL]/359)

(LV-08) V/U "Latgale Furniture Plant" Riga, LV 1019 (Upholstered furniture [1,0 mill. LVL)/200) (LV-50) V/U \_Kurzemes Priede Forestry\* Llepaja, LV 3401 (Savm timber [200.000 cbm], Europallets [8.000 cbm], /69)

(LV-62) V/U "Aluksne Forestry" Aluksne, LV 4300 (Sawn timber [1.400 cbm], wooden crates [2.500 cbm], paper wood [2.000 cbm], wooden chips [450 tj, [0,22 mill. LVL]/112)

(LV-63) V/U "Cesu Forestry" Cesis, LV 4100 (Round timber export [50.000 cbm), sawn timber [12.000 cbm], wooden chips [10.000 cbm], transport service, [0,3 mill. LVL/95)

(LV-64) A/S "Daugavpits Forestry" Daugavplis, LY 5400 (Timber logging [70.000 cbm], sawn timber [2.000 cbm], [0,6 mill. LVL]/207)

Gulbene, LV 4400 (Timber logging [50.000 cbm], sawn timber [3.500 cbm], [0.25 mill. LVI\_J/158) (LV-66) V/U "Incukains Forestry"

(LV-65) V/U "Guibene Forestry"

Riga region, LV 2141 (Round timber (36.000 cbm), sawn timber [7.000 cbm], wooden chips [20.000 cbm], firewood [20.000 cbm], [1,1 mill. ULY272] (LV-67) Assets of V/U \_launjelgava Forestry\* (leased out)

(Wood processing [24.000 cbm], [0,42 mill, LVL]/114)

#### (LV-68) Assets of V/U "Jekabpils Forestry" (leased out) Jekahpiis, LV 5205 (Timber logging [208.000 cbm], sawn timber [8.000 cbm], [0,4 mill. LVL]/92)

(LV-69) A/S \_Koknese Forestry\* Aizkraukie region, LV 5113 (Timber logging [60.000 cbm], sawn timber [3.000 cbm], [0,8 mill. LVL]/293)

(LV-73) V/U \_Mazsalaca Forestry\* Valmiera region, LV 4215 (Pulp-wood [8.500 cbm], sawn timber [1.000 cbm], firewood [15.000 cbm], plywood logs [1.400 cbm], 10,34 mill. LVLJV167)

(LV-74) A/S "Ogre Forestry" Ogre, LV 5000 (Sawn timber [2.600 cbm), paper wood [8.500 cbm], firewood [23.000 cbm]. [0,6 mill. LVL]/191)

(LV-76) V/U "Saldus Forestry" dus, LV 3801 (Timber logging [46,000 cbm), sawn timber, 10.5 mill. LVLV140)

(LV-77) A/S "Strencu Forestry" Vallea region, LY 4730 (Paper pulp [20.000 cbm], balks [11.000 cbm], plywood logs (3,500 cbm), techn. wood-pulp [15.000 cbm], sawn timber [3.000 cbm], firewood [20.000 cbm], [0,8 mill. LVL]/204) (LV-78) V/U Talsi Forestry

alsi, LY 3257 (Paper wood [6.200 cbm], sawn timber [7.300 cbm], round logs [3.000 cbm]. (0,4 mill. LVL)/235) (LV-79) V/U "Tukums Forestry" kums, LV 3100

sawn timber [1.500 cbm], [0,5 mill. LVL]/150) (LV-80) V/U "Ziguri Forestry" Balvi region, LV 4584 (Timber logging [25.000 cbm], sawn timber [2.500 cbm], match logs [1.200 cbm], [0,7 mil. LVL]/209)

(Round logs [15.000 cbm], firewood [13.000 cbm],

(LV-105) V/U "Dundaga Forestry" Talsi, LV 3270 (Timber logging [10.000 cbm], sawn timber 1.500 cbm), /98)

#### RIGA LATVIA Liepaja Livani LITHUANIA (LV-80) V/U \_Sektas Wholesale Jelgava, LV 3008 (Vegetables and flower seeds wholesale (LV-21) V/U \_Olaine Chemical-Pharmaceutical 10.2 mill. LVL]/52)

**BALTIC SEA** 

# Olatne, LV 2114

Ventspils

(Medicines |1.500 mill. tablets), raw materials for medicines [700 f], byproducts [600 f], (4,3 miil. LVL1/969)

(LV-49) V/U \_Livani Biochemical Plant\* LIVERY, LV 5310 (Concentrated forage tysin [3.000 f], [production stopped in 1992]/64)

#### Tender Conditions

. In accordance with its legal mandate the Latvian Privatization Agency LPA intends to sell the atorementioned enterprises by means of an interna-tional tender in the following manner:

 a) bids for a state owned joint stock company (organized as A/S under Latvian law) must be for the majority of the shares of the company. LPA may reserve a minority of the shares of the company for future public offering of shares; b) bids for a state owned enterprise (organized as V/U under Latvian law) must be for its total

c) bids for a plant or leased out enterprise must be for its total assets (e. g. buildings, leasehold, equipment and inventory) with inventory finally to be valued as of the time of acquisition; d) bids for assets or parts of an enterprise must be

for a separable unit of a A/S, V/U or plant, with inventory finally to be valued as of the time of 2. The tender is public and anyone may bid.

3. In deciding among the bids, LPA will take into consideration, among other things, the bid price, promises to maintain or create jobs, pledges to invest, and the business plan submitted, each of which will be considered part of the bid. Upon signing a contract, the successful bidder will be equired to post a bond to guarantee these pladges.

4. Interested parties can obtain enterprise and plant profiles without charge from LPA LPA is not responsible for the accuracy and completeness of this information. Prospective bidders will receive written authorization from LPA to visit the enterprises or plants on the basis of which information will be provided by the enterprise or plant manage5. Bids must be in writing and should be submitted in a

(LV-89) V/U \_Riga Travel and Excursion Office\*

(Road construction, asphalt [70.000 f], filling

material [ 200 mill. cbm], [0,1 mill. LVL]/54)

Riga, LV 1050 (Travel agency, [20.000 LVL]/9)

Balvi, LV 4500

(LV-101) V/U "Barvi Ruan Conscrucion"

## sealed envelope marked only with the name of the enterprise or plant for which the bid is submitted.

 Bids must be received at LPA, 31, K. Valdemara Street, Riga, Latvia-1887, no later than 2:00 p. m. (local time), on Dec. 22, 1994 (the "closing date"). Blds will thereafter be opened immediately. Blds must be denominated in Latvian Lats (LVL), and shall remain valid for one hundred and twenty (120) days after the closing date

7. Bids must be accompanied by a bond of five (5) percent of the bid value in the form of an irrevocable bank guarantee valid for one hundred and twenty (120) days after the closing date. The bid bond must be payable on first demand and will be torteited it the bidder either fails to hold its bid open for the required period or refuses to sign a contract in accordance

8. LPA will decide on the bids within one hundred and twenty (120) days after the closing date. Bidders may present their bid within a period set by LPA, LPA is entitled to accept a bid other than that with the highest purchase price or may reject any of the bids

9. The privatization of the tendered enterprises will be

carried out according to applicable Latvian law. LPA (Latvian Privatization Agency)

Druvis Skulle Janis Naglis

State Minister for Privatization Generaldirektor Office hours of LPA are Monday through Friday

from 9 a.m. until 4 p.m. (local time).

For further information (enterprise profile, data on Latvia, visit authorization) please contact:



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# Vietnam Nears **Accord to Mine** Iron Ore Site

Hoesch-Krupp, Germany's ing economy, according to Vietlargest steelmaker, and Lourho PLC of Britain are close to signing a \$1.3 billion contract with Vietnam Steel Corp. to mine iron ore in northern Vietnam, the state-owned steelmaker said Wednesday.

Dam Tung Vu, an executive of Vietnam Steel, said a South African company would also join the consortium but did not wish to be named at this stage.

The proposed mining site, in Thach Khe in northern Ha Tinh Province, is estimated to contain 300 million tons of commercially viable ore, making the project one of the biggest mining ventures yet planned in Vietnam.

Under current estimates, the project would require invest-ment of \$1.3 billion over 30 years. Gerhard Jooss, the managing director of Krupp, told a local English-language newspaper, Vietnam News.

Krupp and Lonrho have completed a \$5 million feasibility study for the mine, and work could start in 1996, Mr. Jooss said. The study reportedly proposed an operation that could produce 10 million tons of ore

Krupp is also planning to open a representative office in Hanoi to look into other opportunities in cement production, energy and machinery, according to Mr. Jooss.

The Thach Khe project will ment,

help meet soaring demand for HANOI - Fried. Krupp AG steel in Vietnam's rapidly grownamese officials.

Vietnam Steel, also known as Vinasteel, recently started work on a \$15.7 million steel mill in

the port city of Haiphong. Lonrho, an industrial holding company whose subsidiaries explore and mine gold, platinum, copper and coal, is holding talks with South Africa's General Union Corp. on a platinum mining merger.

■ Hanoi Gets Aid Pledges Vietnam received a vote of confidence Tuesday from for-

eign aid donors, news agencies reported, winning pledges of \$2 billion in new grants and loans for 1995 at a meeting in Paris. The new pledges, in addition

to \$1.8 billion promised last year, represent an endorsement of economic reforms that bave slashed inflation, trimmed a bloated public sector and fueled growth rates of 8.1 percent last year and 8.5 percent this year.

The aid was promised by Japan, South Korea, Australia, Canada, Singapore and 10 Western European nanons during the two-day meeting, spon-sored by the World Bank.

About 30 countries and international organizations attended the conference. The United States, which lifted its trade embargo on Vietnam early this year, attended as an observer but made no financial commit-(AFP, AP)

# Seoul's Nervous Success **Telecom Sale Raises Inflation Fears**

SEOUL - An auction of government shares in Korea Telecom, the domestic telephone monopoly, was so successful that it has worried some analysts.

When the Finance Ministry announced the results of the auction this week, it said only one of every 43 bidders would get a piece of the company.

Some people are not taking the results simply as an indication of bright prospects for the Korean Stock Exchange.

The Bank of Korea bas wrestled with the same problem all year: The fact that so much money was available to invest in Korea Telecom could mean that excessive demand throughout the economy risks feeding inflation, which now stands at 5.3 percent.

The bank has said that a rise next month in the ceiling on foreign stock investment in any single company to 12 percent from 10 percent will attract foreign funds and worsen inflation.

News reports Tuesday said the central bank would mop up excess liquidity in the economy by raising penalties on banks that fail to meet reserve requirements. Analysts' concerns center on the competi-

tive bidding allowed in the latest Korea Telecom auction, a change from the set-price method used in another stock sale seven Some analysts said the telecom sale had a

speculative air about it as a result, and they said some successful bidders might be disappointed at the price they will get when the company is listed next year.

The government has not commented on the auction, which far exceeded its revenue ex-

The Finance Ministry said Monday that more than 657,000 bidders had offered to buy 247 million shares, depositing 1.5 trillion won (\$2 billion), or 10 percent of the amount they expected to spend. Only 15,435 of these bidders were successful.

The government previously sold a 10 percent stake in Korea Telecom last year and 5

was for 3 percent of the shares, with an additional 2 percent being sold to employees.

The price of the average winning bid was 48,848 won a share, and the highest bidding price was 110,000 won, the ministry said.

Sales of a 14 percent stake next year and a 15 percent stake in 1996 will leave the government owning 51 percent of Korea Telecom. Investors rushed to buy because the com-pany is highly profitable and promising. It

#### INTERNATIONAL STOCKS

has a monopoly on domestic telephone service and is the larger of two international phone companies in the country.

Last year, Korea Telecom had net profit of 470 billion won on sales of 5 trillion won. In bidding for the shares, investors were guided by prices of companies in the same industry, such as Korea Mobile Telecom Corp. and Dacom Corp.

At about 630,000 won a share, Korea Mobile Telecom, which holds a monopoly on mobile phone services, is the most expensive stock on the South Korean exchange. Its price has more than quadrupled in the past year amid surging company revenue and earnings.

data telecommunications services and is second to Korea Telecom in international phone service, trade at about 120,000 won. Analysts said individual investors wanted

Shares in Dacom, which has a monopoly on

shares in Korea Telecom because it would be the last major blue-chip government monopoly to offer shares to the public. Investors were also bullish about the over-

all prospects of the stock market, whose benchmark composite index has risen 29 per-cent this year, while the South Korean economy has grown 8 percent.

"The future growth of Korea Telecom is guaranteed by the strength of the Korean economy," said Lee Sang Ho, an analyst with Ssangyong Investment & Securities Co.

### Casio Sales **Fuel a 62% Profit Gain**

TOKYO — Casio Computer Co., one of the world's largest makers of digital watches, said Wednesday that a surge in sales of electronic musical mstruments and office automation equipment pushed earnings up 62 percent, to 4.59 billion yen (\$47 million), in the six months ended Sept. 30.

Earnings were less than the company's initial estimate of 5 billion yen because construction of a new plant cost more than expected. But the results were a marked contrast to the year ended in March, when profit dropped 36 percent be-

cause of the strong year.

Casio said it believed the worst was over because sales were being boosted by new products such as small computers for children.

Casio also said it had been expanding production at factories abroad, where the strong yen makes it cheaper for Japanese companies to manufacture. About 75 percent of its manufacturing is now done abroad, compared with 20 per-

Sales also improved in the half, rising 5.1 percent to 166.65 billion yen.

Yamaha Pretax Surges Yamaha Motor Co. said its pretax profit jumped 94 per-cent, to 3 billion yen, in the six months ended in September,

AFP-Extel reported. Yamaha, the world's secondlargest motorcycle maker, said Investor's Asia Tokyo Hong Kong Straits Times Hang Seng 3,592.24 9,565.66 +0.28 2,346.50 2,341.18 +6.23 1940.30 1,941:40 19.306.66 19.391.68 Kushi Lumpur Composite 1,863.15 1,069.74 1,489.15 1,496.85 Maskinck: 1,118.75 1.125.80 Taipel Weighted Price 8,346.78 6,381.80 -0.55 2.901.45 2.927.7B 0.90 513.38 514.14 New Zooland NZSE-40 2,038.02 2,042.53 Mational Index: 1,951.13 1,932.72 +0.95

#### Very briefly:

 Vietnam was granted most-favored-nation status by Canada, which also doubled the quota of textiles it would allow shipped from the Asian country.

• East Japan Railway Co.'s earnings slipped 2 percent, to 72.20 billion yen (\$731 million), in the six months to Sept. 30 as more

Japanese took advantage of the strong yen to travel abroad. • McDonnell Douglas Corp. plans to move its Southeast Asian office from Singapore to Kuala Lumpur by year-end.

• The Hong Kong Monetary Authority raised the rate at which it lends short-term money to banks by three quarters of a percentage

point, to 5.75 percent. • John Fairfax Holdings Ltd.'s earnings jumped 65 percent, to 41.9 million Australian dollars (\$32 million) in the quarter to Sept. 30.

helped by an increase in advertising sales. • Japan's industrial production declined 1.3 percent in September sales for the period fell 0.3 per-from August, the Ministry of International Trade and Industry cent, to 223 billion yen. Reuters, Bloomberg, AFP

# Business Opportunities in the UAE

OFFSETS, PRIVATIZATION AND CAPITAL MARKETS

ABU DHABI DECEMBER 5-6

The United Arab Emirates is set to experience rapid economic expansion as its economy diversifies away from reliance on oil and gas reserves.

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### China Starts to Clear Up Backlog Of Plans for Power-Plant Ventures

By Patrick E. Tyler New York Times Service

BELJING - China's approval this week of a \$1.2 billion power plant in Guangdong Province not only showed its desire to clear up a backlog of pending power-generation projects but was the first venture involving foreign partners since December 1992.

The partners in the deal, which was signed Monday, include Entergy Corp., one of the largest American utility companies.

"We had very little advance warning that Beij-ing was going to approve this thing," Kenneth W. Oberg, Entergy's managing director in Asia,

said Toesday. Since 1992, when Prime Minister Li Peng began trying to set a cap of 12 percent to 15 carn, international bankers, capital fund manag-ers and electrical power industry executives have

smoke on that issue." Mr. Oberg said.

Mr. Oberg and other power industry could not manipulate the risk calculations that go into setting targets for return on infrastruc-

ture projects. But the issue remained deadlocked until this week while Communist leaders debated it. "They have tried to regulate risk, but the secret,

capital market is a very efficient mechanism that . resists regulation," a Western diplomat here said,
"so capital has been going elsewhere." Rates of return on power projects sought by other Asian countries have been around 18 percent to 22

The president of the World Bank, Lewis Preston, recently warned Chinese officials that they would drive away needed foreign capital if the insisted on limiting rates of return. With Monday's signing in Guangdong, Chinese authorities seemed to have bowed to a

mounting need for foreign investment to meet the country's surging electrical demand. Around 50 power projects involving foreign investors have been stalled in negotiations with .

China, industry specialists said. "We have been getting indications that they percent on profit that foreign investors could have begun to realize that we weren't all blowing

tried to convince Chinese anthorities that they tives said Tuesday that China was likely to approve several other projects involving foreign investors before year-end.

A spokesman for the Ministry of Power hinted that more contracts would be approved. But exactly which ones, he said, remained a "state

Wharf Returns

**BBC Television** 

To Hong Kong Compiled by Our Staff From Dispatch

HONG KONG — Wharf (Holdings) Ltd.'s Cable TV unit

has brought British Broadcast

Corp. programming back to Hong Kong television, seven months after it was removed

from the satellite network STAR-TV.

The BBC channel was re-moved from STAR-TV, which

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is majority-owned by Rupert Murdoch's media company News Corp., amid pressure from Chinese authorities angered by the broadcast of a documentary about Mao Zedong, China's former leader. Cable TV returned the BBC to Hong Kong on Nov. 1. Wharf Cable's deputy chairman and

managing director, Stephen Ng. says he does not expect any difficulties with China to result.

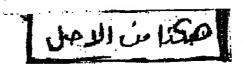
Separately, STAR-TV said Wednesday it planned to launch seven 24-bour regional satellite radio channels across Asia. (Bloomberg, AFP)

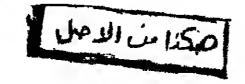
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# STAGE/ENTERTAINMENT

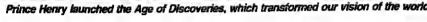
Reviews from the world's most famous stages appear in the Stage/Entertainment pages - from London and New York theater to opera to symphony concerts conducted by renowned artists. Along with book and movie reviews, this section provides information on current entertainment options all over the world.

Every Wednesday in the International Herald Tribune.





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### LISBON: CULTURAL CAPITAL

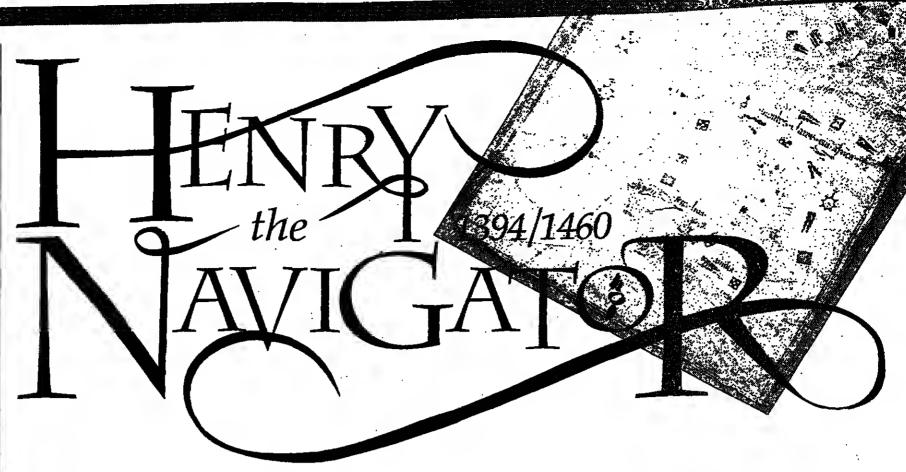
Capital of Europe." The restoration of historic buildings, a vital part of the preparations, included the total overhaul of the 3,500-seat Coliseu (Coliseum), a theatrical landmark that had become a somewhat shabby showhouse for circuses and rock concerts. Many of by the London Philharmonic Orchestra the 1994 cultural events - operas, symphony concerts and theater presentations - have been staged there. Lis-bon's museums were also given face-

Several major events are planned before the program closes on Dec. 17. An exhibition by 600 young Mediterranean artists opens November 15th. Choreographer Anne Teresa de Kersmaeker will present Ballet Rosas in the Belem Cultural Center on Dec. 9-11. An English Royal Opera House production of Rossini's "William Tell"

his year, Lisbon is the "Cultural will be presented at the São Carlos Opera house on the Dec. 11, 15 and 22. The world premier of Wim Wender's latest film. "A Lisbon Story." commissioned by the Lisbon Cultural Capital organizers, will be held on Dec. 16, and the program will close with a concert

This year-long cultural marathon has been a preview of an even more ambitious event, Expo 98, which will be held from June 10 to September 1998. The exhibition, the last major world exhibition in this century, will commemorate the Age of Discoveries, during which Vasco da Gama discovered the sea route around Africa to India 500 years ago. The theme of the exhibition will be "The Oceans," and the focus will be on the environment.

Martha de la Cal



### CELEBRATING THE EXPLORER WHO DEFINED DISCOVERY

This year marks the 600th birth anniversary of Henry the Navigator, whose feats gave new meaning to the term "discovery."

Henry the Navigator recognize the traces of his pioneeriog spirit in such modern milestones of mankind as space exploration? The question is pertinent to his subsequent influence. In mid-1415, King João I's son Henry launched an enterprise that earned him the epithet "the navigator" – or more correctly, "pioneer and discoverer." Henry could hardly have foreseen that the echo of his odyssey would roll down the centuries with such impact on Portugal and the rest of the Western world. Some historians say that his feats inspired the whole garnut of new perceptions and curiosity embodied in the term "discovery," and that this idea's ongoing permeation is perhaps Henry's most significant and enduring

What made Henry tick?

By some accounts and from today's perspective, however, the driving force behind these achievements was relatively mundane. According to the historian C.R. Boxer, Henry (together with the royalty, noblemen and merchants backing him) was motivated by a crusading zeal against Muslims. a desire for Guinean gold, the quest for

If he returned today, would Prince Prester John and the search for Oriental Prince Henry's "apostolic zeal as a true spices. Henry was able to pursue these soldier of Christ and defender of the spices. Henry was able to pursue these objectives largely because throughout the 15th century, Portugal was a strong and united kingdom, virtually free of the civil strife and convulsions seen in other West European nations. It was reasonably prosperous and independent of covetous Castile, and it bad been completely free of Moorish domination for almost 100 years.

Imperial road of no return

The Portuguese expansion that now got under way first focused on North Africa. On Aug. 21, 1415, Ceuta fell to the armies of João I. The kingdom was launched, in the words of the historian James Duffy, on an imperial road from which there was no voluntary return: The hope for profit, the conquest of souls, the cutting off of Castile were now identified with Portugal's national

Religion was a significant ingredient of the venture. Henry's voyages were endorsed by the popes of the day, and legitimacy came through their papal bulls. The "Romanus Pontifex," for instance, which Mr. Boxer terms the charter of Portuguese imperialism, was remarkable. The document lauds pursuing his vast task. It would be

faith," and praises him for worshiping the glorious name of Christ even in the remotest and hitherto undiscovered regions" and for compelling "the Saracens and other unbelievers to enter the fold of the church."

It authorized him to "subdue and covert pagans (even if untainted by Muslim influence), who may be encountered in the regions lying between Morocco and the Indies," It formally prohibited all other nations from infringing or interfering in any way with the Portuguese monopoly of discovery. conquest and commerce.

A broad brief

These benefits were further extended by Pope Calixtus III, whose "Inter caetera" bull of March 13, 1456 conceded to the Order of Christ (of which Prince Henry was administrator and governor) the "spiritual jurisdiction of all regions conquered by the Portuguese now or in the future from Cape Bojador and Nun by way of Guinea and beyond, southwards to the Indies."

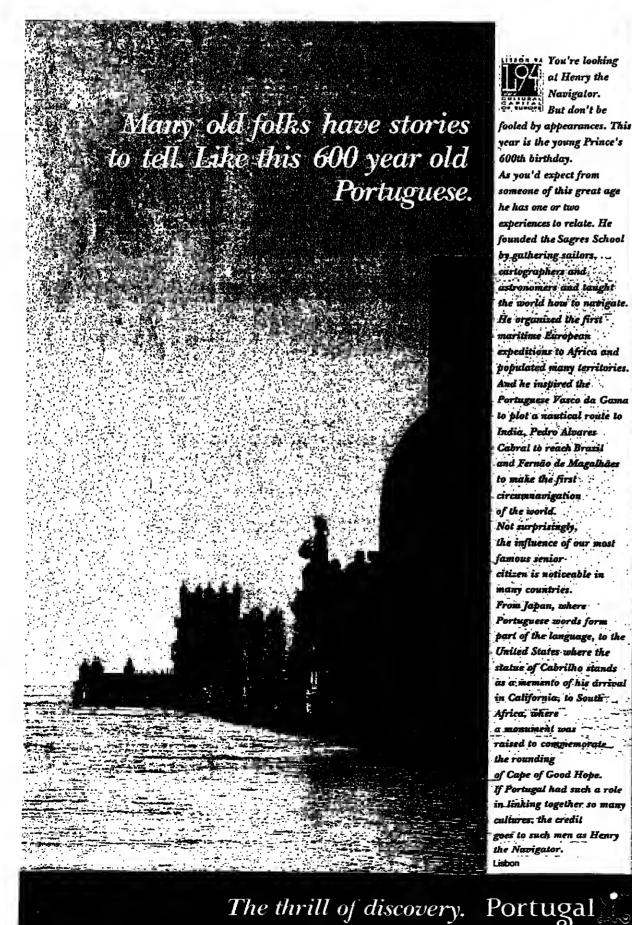
With such a broad brief, it was no

wrong, however, to portray the man as just a virtuous benefactor. Various historians, among them Peter Russell and Clive Willis, have firmly knocked from its pedestal the romantic image of a "chivalrous, crusading Henry nobly questing down the Guinea Coast, smiting the infidel, converting the pagan and vanquishing the ocean sea." Personal, class and court interests clearly underlay all his operations.

The wanderlust lingers He indelibly inspired the seafaring Portuguese, whose wanderlust continues unabated. Perhaps its most dramatic modern manifestation is seen in massive emigration throughout the early 20th century. Today, as much as onethird of the current population lives abroad, and one in three families has relatives somewhere elso in the world.

Traces of artistic and architectural influences as well as other cultural effects abound to the present day. The empire itself, while initially bounteous, had become a major economic, political and social drain by the time it was finally dismantled with the 1974 revo lution. It was the last of the West European empires to go.

Ken Pottinger



### ECONOMY TODAY: BUILDING ON A LEGACY

A look at Portugal's current economic revival and the increasingly important role of information technology.

L he Age of Discoveries and the imperial trading monopolies it spawned brought enormous wealth to Portugal on the eve of the Renaissance. Riches were further boosted by the discovery of Brazil, six years after the 1494 Treaty of Tordesillas divided up New World rights between Portugal and Castile.

The legacy of the nation's golden days is widely reflected in the faded splendor of palaces, castles and other architectural heritage still seen today. Early power and wealth came from the trade in gold, slaves, ivory, spices and later coffee. In financing the Discoveries, Prince Henry the Navigator stirred controversy by tapping a wide range of commercial monopolies, tuna-fishing rights, dye and sugar imports, and control of the soap industry.

The vast wealth Portugal accumulated over this period was slowly dissipated by subsequent events: rising expedition costs, declining European spice prices, incursions by rival imperial nations, power shifts, civil strife and political instability.

Into the 20th century

Portugal's current economic revival is a comparatively recent phenomenon. For most of the 20th century, its in-

ward-looking economy had subsisted on a virtually closed colonial circuit. Its 1986 entry to the European Union brought major transformation. Basic infrastructure, investment and general business boomed on the back of massive EU cash inputs and foreign investment. These advances have radically altered perceptions, opportunities and

Under the EU impact, many of Portugal's traditional business areas have experienced problems in adjusting. The nation, however, does have one of the largest installed personal-computer bases in the EU, operated by a genera-tion of digitally sharp youth. Channeling this capital into productive information-technology business could leapfrog the country to the leading edge of emergent technological

Economic indicators

Meanwhile, as the crucial general election in 1995 approaches, present economic policies are attracting sharp focus. The government has revised its 1993 indicators downward, and these now reflect a deeper recession than first admitted, with recovery in 1994 set to be slower than forecast.

According to a mid-year Central Planning Department report, the economy shrank 1 percent in 1993; domestic gross domestic product per capita was 64.5 percent of the EU average, up

from 52.1 percent in 1986. GDP growth for 1995 is expected to be 2.5 percent to 3.5 percent - an improvement on the 1.1 percent forecast for the end of 1994.

Domestic inflation is set to be less than 2.5 points higher than the EU average by the end of this year, and the 1995 average annual inflation forecast is 3.5 percent to 4.5 percent.

António de Sousa, governor of the Bank of Portugal, says Portugal is on course to meet EU monetary-union convergence targets for inflation, pub-

lic-sector deficit and public debt by 1997. The unemployment rate, once one of the lowest in the EU, is beginning to pose a problem. The Bank of Portugal estimates that by the end of 1994, the jobless level may be as high as 8 percent.

Despite next year's election, the 1995 budget tabled in mid-October sticks closely to EU-imposed restraints and sustains the tough fiscal and monelary approach that has marked economic policy over the past three years.

### INSTRUMENTS THAT CHANGED THE FACE OF THE WORLD

When the caravel was brought into service for the Discovery voyages, its ability to beat to windward on the homeward journeys freed the navigators to make the long reach out into the Atlantic.

This maneuver was crucial to the success of the Discoveries, but it meant that the ships were sometimes out on the high seas for months, far from guiding landmarks. A simple yet accurate means of determining position at sea - a problem that had always plagued navigators - now became imperative.

The astrolabe solution

Early in the 15th censury, Portuguese navigators conceived the idea of us-ing an ancient instrument called the astrolabe to determine their latitude at sea. With this knowledge, they could use their compass course and estimate of distance sailed to fix their approximate position.

The astrolabe was a small, flat, calibrated metal wheel with a tevolving arm pivoted on its hub. Holding the instrument perpendicular on a cord. the user sighted the sun or a star through two pinholes in plates at either end of the arm and read off the angle from the horizon on a graduated scale around the rim. Ptolemy had used the astrolabe to determine latitude on land in the 2nd century, and the Arabs used an elaborate version of it for astronomical calculations, but no one had used it at sea.

By simplifying this somewhat eso-teric instrument and enlarging its di-ameter to make it more accurate unider shipboard conditions, the Portuguese turned the astrolabe into a practical navigational tool. This step opened the way to nearly two cents. turies of scientific development, a process that literally changed the face of the world, solar tables for determining latitude were perfected, a way of accurately as a scientific development. way of accurately calculating mag-netic variation of the compare was developed and the runter, originally a constal pilot, was developed into no oceanic gnide.

Mapmakers benefit

The new ability to calculate letitode accurately enabled manmakers to produce more precise delineations of coastlines and land masses than held

ever before been possible. In 1504, the Portuguese cartographer Pedro Reinel produced the first known cautical chart with a scale of latitudes. In 1525, another Port tugnese. Diogo Ribeiro, produced the first world map with true compass: bearings and fanaude observations for constines.

Within 120 years of the opening of the Age of Discoveries, Portuguese navigators had surveyed more than 60.000 kilometers (37,000 miles) of coastline around the world, and Portuguese cartographers had opened the age of scienofic manmaking.

"HENRY THE NAVIGATOR" was produced in its entirety by the Advertising Department of the International Herald Tribune. WRITERS: Martha de la Cal, Peter Colles and Ken Portinger are based in Lisbon. PROGRAM DIRECTOR: Bill Mulkler.

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### K

The caravel and instruments like the astro-

labe played a key role in the Discoveries. but even more important was the skill and

tenacity of the Portuguese sailors.

### SEARCHING FOR TRACES OF THE NAVIGATORS' PORTUGAL

حكنا من الاعل

From the Jerónimos Monastery in Lisbon to Henry's birthplace in Oporto, a modern-day guide to the Portugal of Prince Henry.

Frince Henry the Navigator launched the Age of Discoveries, which spanned a century and made Portugal the richest nation in Europe. The enterprise did not end with Henry's death in 1460. It was carried on by King João II and King Manuel I. The explorer Bartolomeu Dias rounded the southern tip of Africa in 1488, and Vasco da Gama reached India 10 years later. Afonso de Albuquerque wrested control of the Indian Ocean and the spice trade from the

Seaweed and other motifs

During that era, Lisbon became a world trade center. Gold, precious stones, silks, tea and spices were sold in shops along the river. Sumptuous palaces, monasteries and churches covered in gold were built

The Manueline style of architecture evolved, with gothic structures covered with motifs evoking the Discoveries: seaweed, shells, ropes and other searelated designs.

Little remains of that period. At 9 A.M. on All Saints Day in 1755, Lisbon was razed to the ground by one of the worst earthquakes in history. Almost the only buildings left standing were the Jerónimos Monastery and the Belem Tower.

The Jerónimos Monastery, the finest example of Manueline architecture in Portugal, was constructed hetween 1502 and 1517 on the site from which Royal Pantheon contains the tomb of King Manuel L

In the monastery lie the tombs of Vasco da Gama and of Camões, Portugal's greatest poet, who immortalized the Discoveries.

The Belem Tower, another fine example of Manueline architecture, was built between 1515 and 1520 to protect Lisbon from pirates. Up the hill above the river stands the St. Jerónimo and paintings. chapel, a sober little structure where the explorers went to pray before their voy-

Sleuthing in Lisbon

A diligent search is required to find other traces of the Age of Discoveries

The Madre de Deus church, constructed in 1509, has been restored to its former glory, and the Casa dos Bi-cos, built in 1507 and home to the powerful Albuquerque family, has also been rebuilt.

The São Vicente panels, painted in 1460 by Nuno Gonçalves to glorify the Discoveries, are in the Museu de Arte

Antiga. They portray King Afonso and his queen surrounded by all of the important figures of the time, including Prince Henry in a black hat. The fa-Vasco da Gama set sail for India. Its mous Japanese Namban screens in the same museum depict the arrival of the Portuguese in Japan in 1543.

At Saint George's castle, parts of the building in which the king received Vasco da Gama upon his return from India soll stand. The Vasco da Gama room in the Museu Militar contains objects from the Age of Discoveries, and the Naval Museum in Belem displays models of old Portuguese boats, maps

One of the oldest and most interesting pieces is the wooden figure of the Archangel Raphael from Paulo da Gama's boat, which burned on the return voyage from India. It was in the possession of Vasco da Gama until his

Henry's hometown

In the city of Oporto, where Prince Henry was born and in whose cathedral he was baptized, there are magnificent palaces and churches built at the time when Portugal was rich from trade with the Far East. The Casa do Infante makes a dubious claim to being his

The memory of Prince Henry is still strong in the Algarve, especially at Lagos, where he built his caravels and installed his personal court in what is now the governor's palace, and at Sagres, where according to legend be had his school for navigators.

There are remains of a fort, inside of which is the famous rosa dos ventos (wind compass) made up of lines of stones set in 32 directions of the com-

From Goa to Oman

While sailing for Prince Henry, the explorers discovered the islands of Madeira and the Azores: Madeira in 1420 by Gonzalo Zarco and the Azores a few years later.

The islands were colonized by the Portuguese. Many buildings from that period still stand.

Most of the padrões (stone pillars topped by crosses and the Portuguese arms) set up by the explorers all along the coast of Africa have been removed to museums, but the forts they built still

As far away as Goa and Cochim in Indin and in Macao and Oman, Portuguese churches and forts remain as monuments to the Discoveries.

### CULTURAL Calender

Over the next months and well into next year, visitors to Portugal will be treated to a feast of musical, artistic and other cultural events. The program of events celebrating the 600th anniversary of Henry the Navigator's birth is decentralized, focusing on many other parts of the country with historical links to Prince Henry. These include Oporto, Lisbon, Tomar (site of the Convent of the Order of Christ), Batalha, Viseu, Covilha Vila do Bispo and Lagos, (From Lagos, Henry conducted crusades against Morocco and some of his caravels set sail; a slave market later developed there.)

Events on the theme of the birth anniversary of Henry the Navigator include the following:

Throughout 1994. "Henrican Ar-

chaeological and Historical Footsteps," Convent of Christ, Tomar.

Nov. 25. Palácio da Bolsa Chamber Music Festival, 6th Concert, organized by the Oporto Commerce Association at the Stock Exchange Palace.

Dec. 2-16. Opening of a photographic exhibition on Macao (the Portuguese enclave in China) by Ricardo Fonseca at the Praça Gallery.

Jan. 1 to March 31, 1995. Itinerant

exhibition: "Portugal in the Opening of the World" at the Batalha Monastery,

Jan. 26-April 26, 1995, "Mannerist Painting in Portugal," King Luis Gallery, Ajuda Palace, Lisbon.

February 1995. Santa Casa da Misericórdia, Oporto. Opening of exhibition "Church Charities Treasuries," organized by the Oporto Santa Casa da Misericordia March 1995. Giant puzzle at the

Oporto Bessa Stadium. March 1-June 1, 1995. "Major Portuguese Aeronautical Voyages," Air

Museum, Lisbon.

March 4, 1995. Formal closing ceremony at the Batalha monastery, Batal-

July 1995. Opening of exhibition Portuguese Artillery at the Time of the Discoveries," Lisbon Military Mu-

Dates to be announced, "New Discoveries - The Portuguese Economy at the Turn of the Century," a cycle of conferences organized by the Oporto Commerce Association.

### A TOUGH LITTLE BOAT CALLED THE CARAVEL



From 1441 until Bartolomeu Dias doubled the Cape of Good Hope in 1488, the most important element in the Discoveries - besides the skill, toughness and

enterprise of the mariners - was a little boat called the caravel. Without it, the whole enterprise would probably have failed.

Hard to go home

If the outbound voyages were fraught with unknown dangers, returning home was technically more difficult. The prevailing northerly winds off Africa's northwest coast favored southbound sailing and made life difficult for ships going the other way.

The earliest boats that Prince Heavy

sent out to probe the African coast were small, square-rigged vessels of the type the Portuguese called "barineis." Like all similarly rigged boats of that era, they needed the wind behind them, either dead aft or fears about getting back. nearly so, to make the best progress. When the wind blew from ahead, they were forced to lay-to or to make long tacks, or traverses, zigzagging almost at right angles to it to make any forward progress.

ploration rather than trade, it needed to be fast, with a draft shallow enough for exploring inlets and rivers yet deep enough to provide room for supplies. Most important, it needed a sail plan that would enable it to beat to windward efficiently.

Mastering the contrary winds The answer was the caravel. The earliest versions, which Prince Henry brought into use in 1441, were twomasted boats a little over 20 meters (65 feet) long with crews of about 20

They had no superstructure on the prow, but a raised quarter deck formed a low stern castle. The two sails were lateen-sbaped: triangular and set on long spars attached to the masts diagonally. They were more difficult to handle than square sails but were far more efficient in contrary winds. With the caravel, the mariners could go as far down the coast as they wished without any

The long reach westward The caravel was not an invention of

Prince Henry's. The lateen sail was in common use on small Portuguese fishing boats in the 15th century, and A different type of boat was clearly merchants on Portugal's Algarve called for. Because its object was ex- coast were already using a ship

thought to be like the caravel when the first explorations began, Diogo de Silves bad discovered the Azores in 1427, seven years before Gil Eanes struggled around Cape Bojador for the first time in his square rigger, and naval historians figure he must have used a lateen-rigged caravel-type boat to make the long reach westward to the islands.

The mystery remains

Nobody is sure exactly what the caravel looked like in the first place. For such a widely used ship, curiously little is known of its design. The precise shape of its hull, practical details of its rigging and how the masts were hung remain mysteries. The few contemporary pictorial representations are unhelpful. The only real clues are in a handful of inconclusive references in early treatises on shipbuilding. The builders themselves left no

One of the thousands that lie on sea beds around the world may one day be salvaged and the questions settled, but archaeologists are not optimistic. Salvaging is an expensive business. and the caravels were not treasure ships. Historical knowledge has not proved to be inducement enough to rescue them from the deep.

P.C.

### REGARDING A PRINCE CALLED HENRY

Who was Henry? The man who launched the Age of Discoveries left a legacy of contradictory impressions.

Views and opinions on Prince Henry the Navigator are as varied as the historians recording them.

He was born in Oporto in 1394, the third son of Portugal's João de Avis and England's Philipa of Lancaster. Information on his youth is scanty. Fernão Lopes, a Portuguese researcher. paints a picture of family harmony at the court, where the children were brought up according to the principles of respect for their parents and fear of

A life of chastity
Some chroniclets say that he had a foul
temper, enjoyed beef stew, declined wine and died a virgin. He was also said to have left a considerable amount

His biographer Gomes Eanes de Zurara, however, describes him as a man of "talented perspicacity, a fortress of strength, who never yielded to the pleasure of flesh or avarice, spending his whole life in pure chastity and laid to rest a virgin." The prince was not only exceptionally devout but also theologically quite knowledgeable, and he saw himself primarily as a militant Christian crusader.

Venture capital for discoveries

The undisputed inspirer of the age of maritime adventure, Henry himself made only four short voyages of discovery. During his life, he was appointed Duke of Viseu, governor of the Algarve, master of the Order of Christ and Knight of the Garter. The wealth of the order was liquid enough to enable Henry, in his role as patron of the voyages of discovery, to use it as "venture capital for his discoveries," according to Clive Wilhs.

In a brief alvará written in March 1436, Henry, aged 42, declared that since he had no son of his own and did not expect to have one, he would adopt the Infante Dom Fernando as his son and heir; Henry's godson and nephew, the Infante Dom Fernando was born in

Henry's celibacy, like the hair shirt he was said to always wear, became while he was alive an essential part of Henrican hagiography. The prince, however, appeared to be more concerned with the image he would leave

says the prince, an obsessed fighter of the Moors and lord of uncbarted seas, spent considerable time while alive ensuring that his tomb - in the royal chapel at Batalha monastery - would be "adequately worshiped after his death for his achievements and reputa-

A legacy of heavy debt Henry died on Nov. 30, 1460 at his in- Mr. Russell.

for posterity. The historian P.E. Russell land Algarve palace of Raposeira. In the end, his balance sheet was not entirely pious. Apart from his laudable achievements, he also left a heavy legacy of debt, including annuities due to his staff and household,

Henry's concern for such details was probable limited. In his day, "a taste for conspicuous spending was regarded as au essenoal outward sign of a truly noble and chivalrous spirit," according to

### FEEDING THE EXPLORERS: FROM SPICES TO DRIED FISH

spice into the lives of the Portuguese and the rest of the Europeans in the 15th century - saffron, ginger and nutmeg from Malabar in India and from the east coast of Africa; cinnamon from Ceylon and Java; cloves from the Moluccas; sesame from India; and pepper from Bengal, Malacca, Sumatra and Java. They brought cashew nuts from India and the east coast of Africa and betel nuts from Arabia. They also brought pineapples, papaya, passion fruit and other fruits from the distant lands they visited.

Europeans had never seen any of these until the explorers brought them back from their voyages. The Portuguese, the first people in Europe to savor these luxuries, soon set up a brisk trade selling them, along with gold, silks and jewels, to Northern Europe. Portugal became the richest nation in Europe at the

The Portuguese soon adopted these new and exotic spices and fruits for their own tables. A cookbook written in 1560 by Dona Maria, daughter of Prince Duarte, the 10th son of King Manuel 1 - the king most noted for sponsoring the Discoveries - makes liberal use of the new spices. A recipe for meat putties in the cookbook calls for cloves, saffron, pepper and ginger. All these spices are still commonly

The Portuguese explorers brought used in Portuguese cooking, espe-

cially pepper and cinnamon.

At the Pastelaria de Belem, a famous coffee shop in the Belem district, the specialty is a little custard tart liberally sprinkled with cinnamon. The custard tarts were invented by the monks at the nearby Jerónimos Monastery, constructed in the early 16th Century on the site from which Vasco da Gama sailed down the coast of Africa on his historic voyage to India. It is said that the spice trade paid for the construction of the monastery.

Restaurateurs agree that the Discoveries marked Portuguese cooking. "The Discoveries had great influence," says Dina Marques, owner of the prestigious Conventual restaurant in Lisbon. "It was only after 1500 that we had spices, and they are still used." The Conventual serves many dishes that were standard fare in old convents. The state inns also organize banquets with menus from past centuries.

The most lasting effect the Discovenes had on Portuguese cooking was without doubt the popularity of dried, salted codfish, used by sailors on the ships. Portuguese today claim they know 1,000 ways to prepare codfish. Codfish dishes are served at country fairs. New Year's parties, small bistros and the most elegant restaurants in the big cities.

### HENRY THE NAVIGATOR

It is hard to hit upon the exact truth when recalling Henry the Navigator. By reading the chranicles and other accounts witnessing the 15th and 16th centuries, we gather that he was a sober, austere man who was deeply religious and, at times, carried away by spells of mysticism. He was fervently interested in evangelizing other peoples and obsessed with the dream of o crusade against the Moors. This lost point was directly related to his up-bringing as a knight. Nevertheless, oithough such chorocteristics have been stressed ever since the 15th century to this doy, we cannot forget that Henry was a powerful feudai lord living at the end of the Middle Ages. He was concerned with making his estates grander and he did so in a practical and sometimes calculating manner. He was always very attentive about the way in which his administration was run and how he multiplied his wealth. He was ever eager to increase the impact of his political and feudai influence by having o high number of subjects reliant on him. This was one of the reasons why the enormous income he received from a variety of sources was spent so lavishly. Just to give an example. and relying on different studies that are, however, incomplete, we can mention that apart from the duchy of Viseu, his estates in Covilhā, Aiéaçovas, the ionds oround Sagres, Lagos and Alvor, the dues from the Madeira and Azores islands, and payments received for his administration of the Order of Christ, Henry's Income also came from his exclusive tunny and sea-bass fishing rights, his nation-wide monopoly on soap-making and its marketing, his Indigo dying factories,

coral fishing, all trading south of Cape Naö

and funds from mony other licences, estates, houses, mills, ships and others.

Another aspect which has given rise to much commentory in studies obout Henry the Novigator, was his vast field af learning. It has been proved, however, that some ideas about his knowledge are nathing but myths which have been crystallized down through the ages. One of the myths is that he ron o navai school in Sagres. Serious historians have denied such allegations; nevertheless, It is curious to see how such o mistaken concept managed to take root not only in Portugal but olso abroad. In having said this, hawever, it would be wrong for us to go to the opposite extreme and make Henry out to be uneducated. It is a fact that he was a man of considerable influence in the history of Portuguese culture. He made it his concern to finance the university, provide oid to physicists and ostromomers and bring the cortogropher, Jácome de Mojorco to Portugal. He ordered the chorting of newly discovered ionds and introduced sugarcone growing to Modeiro. But more thon anything else, in order to satisfy his awn curiosity and seorch for new sources of weoith, he had the great merit af encouraging and financing the voyages of

Thanks to Henry's motta, "Taient de Bien Faire" ("The Desire to do Well") we can also recall other deeds which, in the words of the poet Camoens, "freed men from the obscurity of death," it was he who gave the impetus to embarking upon the Discoveries of the Modern Age.

José Manuel Garcia



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# **SPORTS**

# **Maddux and Bagwell Add** To Short Season's Trophies

NEW YORK - The Cy Tom Pagnozzi. Young award winoer, Greg Maddux, and the National League's most valuable player, Jeff Bagwell, added to their honors Wednesday when they were selected for the league's Gold Glove team.

The San Francisco Giants had three players on the team: outfielders Barry Bonds and Darren Lewis and third baseman Matt Williams.

Others picked for the team of top fielders were Houston second baseman Craig Biggio, CinGrissom and St. Louis catcher

Maddux, the Atlanta ace and Bonds each woo his fifth straight Gold Glove. Bagwell, who led major league first base-men in assists, and Biggio became the first Astros to win Gold Gloves since Cesar Cedeno in 1976.

"The extra hours and extra fielding drills have really paid off," said Biggio, an All-Star catcher in 1991 who converted to the infield the next season. Lewis and Larkin also were

first-time winners. Williams and Pagnozzi each won three cinnati shortstop Barry Larkin, times before and Grissom w Montreal outfielder Marquis for the second straight year. times before and Grissom won

### **Proposed Tour Is Called** Out of Bounds by PGA

Compiled by Our Staff From Dispatches LOS ANGELES - How much golf is too much? Apparently if it's golf from a

rival to the PGA Tour.

Io a development certain to send shock waves through send shock waves through played a practice round.

event management firm io Delray Beach, Florida. Fox reportedly plans to televise about eight tournameots with between 30 to 40 players. Total prize money would be in excess

The 1994 PGA Tour encompassed 50 events with prize money of \$82 million.

Greg Norman, who has sought a world tour for golf's top players for a long time, met with Executive Sports officials at Sherwood Country Club in Thousand Oaks, California, where his Franklin Funds Shark Shootout will be played beginning Friday.

Norman, who did not return phone calls, was said to have ealled a players' meeting Wednesday afternoon at Sher-

The PGA European Tour said Wednesday that it, too, was opposed to the proposed

There has to be serious concern over any attempt to undermine the essential elements of tour jurisdiction," Ken Schofield, executive director of the European tour, said in Virginia

Water, England. Schofield said he agrees with Finchem that the Fox project "would have a oegative impact on existing events and result in fewer playing opportunities for

Tour members."
The PGA Tour released a statement by Finchem about boxing husiness.

the new Fox tour on Tuesday even before the announcement of the tour's creation. Photocopies of Finchem's statement

men's professional golf, Fox In his statement, Finchem Broadcasting said Tuesday it said the PGA Tour supported planned to co-sponsor a oew golf tour in 1995. But the PGA tour commissioner, Tim Finance said he would not let any PGA professiooals play.

Fox would co-sponsor the tour with Executive Sports, an structured to help existing

> The way Finehern kept score, the game's over.

> "In our view, the proposal from Fox and Executive Sports, as we understand it, fails to meet any of these three criteria," Finchem said in the state-

> He also said that if the 1995 Fox tour is staged as planned, the PGA Tour will fulfill its network television agreements as well as its contracts with title sponsors and tournaments.

In other words, Fiochem said the PGA Tour will provide players for 1995 tournaments and he said he had the means to

"By enforcing our television release and conflicting event regulations," Finchem said.
The PGA Tour does not al-

low players in its membership to play in events staged at the same time as its own events.

posed tour would give Fox its third major sports property. Fox outhid CBS for the rights to the NFC football package, agreeing to pay \$1.58 hillion over four years. Fox also plans to televise National Hockey League games if there

David Hill, the president of Fox Sports, who could not be reached for comment Tuesday night, has previously expressed interest in also getting into the presented by Rawlings since 1957 for fielding excellence. Managers and coaches vote for

the awards.
"It is nice to be recognized for achievement beyood pitching," said Maddux, who recentwoo a record third straight Young Award.

On Tuesday, Don Mattingly set an AL record with his ninth Gold Glove at first hase, and Wade Boggs was honored for the first time at third hase.

Mattingly led major league first baseman with a fielding percentage of .998, committing only two errors with the New York Yankees.

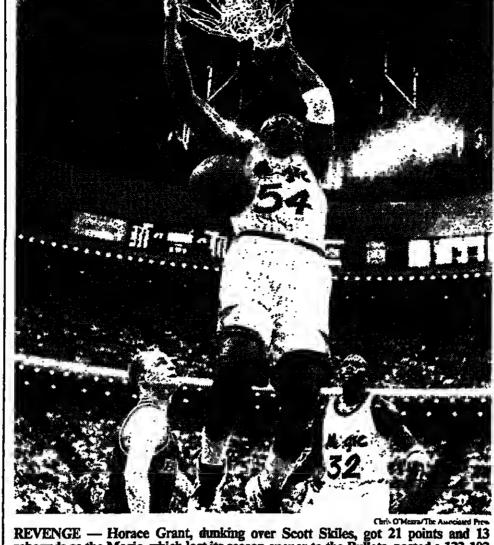
His ninth award, and fourth in a row, moved him past George Scott for the most in the AL at first base. Keith Hernandez won 11 in the NL.

Boggs, like the rest of the Yankees infielders, was helped by Mattingly's skill at pulling in inaccurate throws. In 1993, his first season since leaving Boston for the Yankees, Boggs led the league in fielding percent-age (.970) for the first time, hut was beaten out by Robin Ven-tura for the Gold Glove. This year, his 13th in the ma-

jors, Boggs won after tying for second among AL third haseman in double plays and finishing third in assists. He had a .962 fielding percentage.

"I really thought I would never win a Gold Glove," he said. "I credit this award to a lot of patience and perseverence. With five batting titles, I wanted to prove that I could play

Ken Griffey Jr. of Seattle be-



rebounds as the Magic, which lost its season opener to the Bullets, posted a 122-102 victory. Shaquille O'Neal, behind Grant, had 29 points, 13 rebounds and five blocks.

win five straight Gold Gloves, and California pitcher Mark Langston won his sixth overall.

came the first AL outfielder to shortstop Omar Vizquel, outfielders Devon White of Toronto and Kenny Loftoo of Cleveland and Texas catcher Ivan Toronto seeond haseman Rodriguez all were repeat win-Roherto Alomar, Cleveland oers from last season.

Alomar, Langston and White each woo their fourth in a row, White has won six overall; the record for an outfielder is 12 by Willie Mays and Roberto Cle-

# U.S. Soccer League Is Delayed Until '96

NEW YORK — Despite prohlems.
staging a World Cup last summer that was the most profitable in history, soccer in the United States suffered a setback Wednesday with the postponement until 1996 of the start of a professional outdoor

Original plans called for play to begin in 1995 in Major League Soccer (MLS), whose development was mandated hy the world soccer body FIFA in granting the United States the right to host the 1994 World

"Really, we had no choice hut to move it to April 1996 to make sure we get off to a flying start and I am confident that we will," said Alan Rothenberg, president of the U.S. soccer federation and the driving force behind MLS.

"From the heginning we have all said it is far more important that we launch Major League Soccer right, than we do it on any particular ordained timeta-

"Our steadfast goal is to do it right and we are not going to be rushed into doing anything that we will regret later," Rothenberg said.

Rothenberg announced that two more venues, Chicago and Tampa, Florida, have been added to make eight confirmed franchise locations. In June, Boston, Los Angeles, New Jersey, San Jose, Washington, D.C. and Columbus. Ohio were announced.

A ninth team, on Long Island in New York, which was announced in the summer, will oot begin play until 1997 at the earliest hecause of stadium

led rolls

"In Long Island, a oew stadium was planned and we will definitely have a team there when the stadium is ready, hopefully in 1997," Rothenberg said. "As of now, we have not identified an interim place to play that meets our standards."

Though MLS — and FIFA - standards include grass fields. Rothenberg was optimistie that a solution will be found to keep the league at Giants Stadium in New Jersey, which has artificial turf. "We have had serious discussions with people at Giants Stadium, and the move to a 1996 start is also encouraging on that," Rothenberg said.

Top candidates for the remaining two teams are Dallas, Denver, Detroit, Iodianapolis, Kansas City, Miami, San Die-

go, Seattle and Tulsa.
When FIFA surprised are soccer world by awarding the 1994 World Cup to the United States - a country that has no outdoor league — a major condition was that a "top level division ooe professional soccer league be developed."

Rothenberg contended that only now, after staging a successful World Cup, are the conditions right in the United States to raise the \$50 million occded to start the league.

"All I know is that several weeks before the World Cup there were still sceptics that we could have a successful World Cup and if you think in that same environment we could have been raising tons of money you are wrong," said Rothenberg, who received \$7 million as head of the World Cup organizing committee.

We first had to silence the sceptics," said Rothenberg.

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Although he did oot give further details, there have been reports that some of the cities bidding for MLS franchises are having difficulty raising finances.

Asked about FIFA's response to the postponement, Rothenberg said: They fie fully supportive of what we are doing. They, like we, want it to succeed. Everybody is looking at it on a long-term basis and whatever we can do to make sure it is a long term success they support."

As indication of FIFA's backing, league officials pre-sented a letter from FIFA's general secretary, Sepp Blatter.

"FIFA is less concerned with when MLS can get started, than with the quality of the product itself," Blatter wrote. "Thus we fully support the idea of the MLS delaying its start until 1996..."

Soccer will not disappear in the year and half before the MLS kicks off. Friendly games in 1995 could feature national teams from the United States and other countries or top international club teams, Rothenberg said. (Reuters, AP)

### SIDELINES

#### Chinese Swimmer Fails Drug Test NEW YORK (AP) - Yang Aihua, the Chinese swimmer who

won the women's 400-meter freestyle at the world ehampionships last September, and several teammates have shown traces of drugs, officials said Wednesday.

Aihua flunked a random drug test administered by FINA just before the Asian Games in Hiroshima, Japan, last month, accord-ing to Dr. Alan Richardson, a member of the federation's medical commission. He said Yang's sample showed greatly elevated levels of testosterone, a male hormone.

Richardson said that urine samples of several other Chinese swimmers also detected drugs. But he said authorities were oot sure whether these "were banned substances or occurred naturally," and were not prepared to declare them positive tests.

#### WBC Retaliates Against California

MEXICO CITY (AP) - The World Boxing Couocil will not sanction any world title lights in California for four months to protest the recently approved state initiative that would har public aid to illegal immigrants.

The boycott will be in effect from Nov. 22 through March 30,

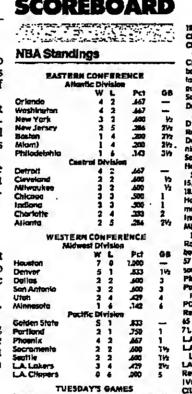
said the WBC's president, José Sulaiman.

He said that any Mexican boxer who fights in California during that period will be barred from WBC matches for two years. The WBC is hased in Mexico City; mexican immigrants would be hurt most hy Proposition 187, which will bar illegal immigrants from state health, education and other social services.

### For the Record

Rund Gullit, the Dutch soccer star, denied reports he plans to join the Japanese cluh Yokohama Flugels next season. (Reuters)

### SCOREBOARD



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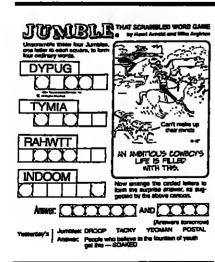
BASKETBALL
Notional Basketbell Association
NEW JERSEY—Activated Eric Floyd,
suard, from the injured list, Placed Yinka
Dore, center, on the injured list,
FOOTBALL
Notional Football League NEW ENGLAND—Claimed Elbert Ellis
ide receiver, off Pittsburgh's practice squad
NEW ORLEANS—Signed Andy McCollum

PHILADELPHIA—Signed Jeff Hocekleker, is 1-year contract.

### **DENNIS THE MENACE**



"I like my goldfish. He's Always there when I need him."



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#### **PEANUTS**









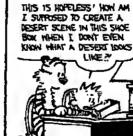




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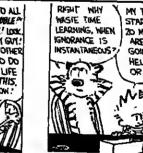
#### CALVIN AND HOBBES











#### WIZARD of ID







#### THE FAR SIDE



"Look, marriage is OK -- but I also want my own identity. ... I mean, how would you like it if everyone relerred to you as 'Choo and Chocolate Bar'?"

#### **BLONDIE**



# SPORTS til' Georgia, With a 5-0 Waltz, Hands Wales Worst Defeat

the limelight Wednesday on a ny and Bulgaria. night of surprises in European Championship qualifying

and open a three-point lead

Georgia, which started playing internationals only two years ago, post a 5-0 victory in Tolisi and handed Wales its biggest defeat since 1953.

While Israel's 2-0 success against Azerbaijan in neutral Turkey was not in itself an upset, what was surprising was that Israel ended the night in second place in Group I behind Pemania to remain on course for its first appearance in a maior international final.

Although the qualifying competition does not end until November 1995, the credentials of Group I rivals France and Poland were put in doubt after Poland failed to beat a 10-man French team in Zabrze.

France, despite its third successive 0-0 draw in the group, could arguably claim a moral victory after having midfielder Christian Karembeu of Nantes sent off for bringing down Roman Kosecki from behind in the 50th minute.

Macedonia also raised the flag for the newly emerging soccer nations of eastern Europe with a creditable 1-I draw in Group 2 against Belgium in

Sweden got a 2-0 victory over Hungary, but playmaker To-mas Brolin suffered a suspected

Spain continued its decadelong jinx over defending cham-pion Denmark with a 3-0 victory in Sevilla, its fifth over the Danes in major championship matches going back to the 1984 European championship semifinals in France.

The result maintained Sain's 100 percent start in Group 3 and left it five points clear of the pack, which includes the champions, Belgium, Cyprus - 2-0 winners over Armenia - and Macedonia.

But not all of Europe's giants ended the might with red faces. Former world champion Germany survived a potentially awkward trip to Tirana with a 2-I win over Albania in Group 7, while Bulgaria beat Moldova,

4-I, in the same section to lead the group. Norway leapfrogged above the Czech Republic and the Netherlands to lead Group 5 after it won, 4-0, in Belarus as

the Czechs and Dutch drew 0-0 in Rotterdam. And the Republic of Ireland

maintained its unbeaten start with a third successive win in Group 6, thumping rival Northern Ireland, 4-0, for a first win

The Irish lead Portugal, who also have a maximum haul of nine points from three games, on goal difference.

Greece also maintained its perfect start, beating San Marino by 2-0 at home. The Greeks lead Group 8 with nine points, ahead of both Scotland and Russia on seven following the

1-I draw in Glasgow. Wales's loss, coupled with a 3-2 defeat last month in another former Soviet republic, Moldova, all but closed the door on

1 Overabundance

**\*** \*

10 Superior

17 Corrupts

10 Granitei

10 Secret

ionable soccer nations of Cro- of its seven remaining games atia, Georgia and Israel stole against group favorites Germa-

"The players and myself are asbamed," Wales' manager, Mike Smith, said. "We should Croatia stunned three-time have done a lot better than that. world champion Italy, 2-I, in How can I sum up a game like Palermo to remain unbeaten that? They were far better than

> In numerical terms, it was Wales' biggest defeat since a 6-1

> > **EUROPEAN SOCCER**

loss to France in 1953. Georgia, which is playing in the Europe-ans for the first time since gaining independence, scored its first goals and earned its first points in the competition. It had previously lost to Moldova and Bulgaria.

Although Smith could not call upon Manchester United winger Ryan Giggs, who missed the game through injury, his strikeforce had another United Saunders of Aston Villa, some of Europe's most feared strik-

But it was the Welsh defense that was repeatedly torn apart by Georgia's swift forwards. Temoliz Ketsbaia scored twice, and other goals came from Georgi Kinkladze, Gocha Gogrichiani and Shota Arveladze in front of the joyons 25,000 fans at Dynamo Stadium in

In Stockholm, Brolin scored one goal and set up Martin Dahlin for another. But Brolin, 24, the only Swede named to the World Cup All Star team last summer, left the game in the

70th minute. He was brought to hospital

### The Goal Scoring

Scorerst Ronn inthal (Stat).

Spuin 3, Descrict 8 Scorers: Miguel Angel Natial (41st), Donato Gama da Silva (56th), Luis Enrique Mortines

Hin (70th). Switzerland 1, iceland & Scorer: Thomas Bickel (45th).

Group 4

Hely L. Creelle 3 Scorers: Hely --- Dina Bassia (19th); Cro-cita --- Daver Suker (224, 60th). Stovenia L. Litheauta 2 Scorers: Slovenia -- Ziatto Zohovic (55th): Litheania --- Vioussiavas Surkistovas (66th).

Belorus 5, Horway 4 Scorers: Honning Berg (24th). Cervind Leonitarthen (34th). Lors Bohlnen (52d), Kle-

Northern treland 4, Ireland 4 Scorers: John Aldridge (6th), Roy Keane (11th), John Sheridon (28th), Andy Townsend

Group 7

Georgia 5, Wales 8

Scorers: Telmur Katsbaya (31st. 49th).
Georgy Kinkladze (41st), Geothe Gogrichkani (39th). Shoto Arveladze (47th).
Asbasto I. Germany 2

Scorers: Albania — Hysen Zmijani (32d);
Germany — Juruen Klinsmann (18th). Ulf

Germany — Jurgen Kilinsmana (18th). Ulf Kirster (48th). Bolgoria 4. Meldova 1 Scorers: Bulgoria—Hristo Stoichkov (45th. Esth). Krastmir Boldov (45th). Emil Kasta-dinov (88th)? Romania — Sersiar Clesconko

Fisiand 5, Facroc Islands 8
Scorers: Antiti Sumiala (37th), Jori Lit-monen (51st, penalty, 71st), Alika-Molfi Pac-telairen (75th, 85th).
Greece 2, San Marino 8
Scorers: Nikos Machias (21st), Costas Frot-

49 Poetic tributi

Winwood

26 Orsk's river

27 Isr. neighbor

28 Change tha

Lindstrom

35 City with a view

37 Some stitches

41 Factory feature

44 Lawyer Roy

45 Appetite

46 Sewing

48 Warrant

56 Prophet

machine

49 Cut into kabobs

se Wedding column word

40 Ball

33 S-shaped

22 They're US

20 Actress

Compiled by Our Staff From Disputches Welsh hopes for qualifying for for X-rays and the team doctor, LONDON — The unfash- the finals. Wales must play four Jan Ekstrand, said. "It appears to be a fracture. Tomas told me it was very painful. After Xrays we'll decide if surgery is needed."

Brolin, who also plays for Parma in the Italian league, was injured when he set up Dahlin for the go ahead goal with a cross from the left 20 minutes

In Brussels, top goalie Michel Preud'homme made a beginner's error to band Macedonia its upset 1-1 draw.

The poor home result left the Belgians struggling to keep up with Spain and Denmark in the race for the top places in Group

Before the game, Belgian coach Paul van Himst predicted the Macedonians would dig-in at the back and strike with rapid counter-offense. He was proved right, and after a first half with nothing to do, Preudhomme was caught cold just five minutes after the break.

The man voted best 'keeper star, Mark Hughes, as well as in last summer's World Cup, came out to meet a long, looping ball from Vujadin Stanojko-vic. But he fumhled his catch and the balled bounced clear to striker Zoran Boskovski.

With the finest of touches, Boskovski flicked the ball with his right foot and it trickled over the line for a 51st-minute equalizer that stunned the 18,000 crowd.

In Palermo, Sicily, striker Davor Suker scored one goal in each half to give Croatia a 2-1 upset against Italy.

Italy's first defeat of the tournament, in the game marking the comeback of star-forward Roberto Baggio, left the "Azzurri" with four points — their qualification chances in jeopar-

Suker, who plays with Seville in Spain, kicked in the first goal in the 32d minute, with a left drive from five meters, Italian goalie GianLuca Pagliuca touched the ball but could not The Croat forward made it

two in the 58th, with a perfect header as the Italian defense proved unusually erratic and hesitant following the retirement of longtime captainsweeper Franco Baresi.

strapping young women whose Dino Baggio, the stronglyhad lately become the bane of built midfielder who plays with Parma, headed in Italy's only her competitive existence, Nav-ratilova was defeated, 6-4, 6-2, and useless goal in injury time. the 92th.

In the rain at Trabzon, Turkey, Israel kept second place after goals from Ronen Harazi, in the 30th minute, and Ronnie Rosenthal, in the 51st. Israel has six points from three games, one point behind idle Romania. Azerbaijan has lost its three matches and has yet to score.

European governing body UEFA ordered the match played at a neutral site because of civil unrest in the former Soviet republic. Some 5,000 Azeri

fans made the trip.

• UEFA suffered a setback Wednesday in its bid for total control over television rights of Champions' League matches.

A Bern appeals court upheld an earlier ruling by Bern's judicial office in favor of a Swiss-based company, CWL Tele-sport. CWL bad filed a complaint that UEFA's claim to be the exclusive owner of commercial rights to the Champions League violated Swiss laws on unfair competition and



Boris Becker made it two straight over Pete Sampras.

By Robin Finn

New York Times Service

her heart on her sleeve, and for

22 years she jammed her back-

hand volley — one that won't be replicated and was rarely re-

turned - down the throats of

eren't savvy enough to get out

any and all opponents who

But in the opening round of the Virginia Slims Champion-ships at Madison Square Gar-

den, Martina Navratilova, generally regarded as the finest woman athlete to grace the sport of tenns, played her last

singles match under the same prestigious roof where she'd

Pitted against one of the

demolition-style ground strokes

hy Gabriela Sabatini. Navrati-

lova, who waved a white towel

in appreciation of the standing

ovation the crowd of 17,131

gave her as she strolled onto the

court, gradually threw in the

Between Sabatini's brassy

top-spin ground strokes, devil-

ish backhand lohs and the sear-

ing passing shots she delivered

with a rollicking twist of her

body, Navratilova could barely

"I don't know whether I should cry or laugh," said Nav-ratilova, who owned a 15-5 ca-

reer record against Sabatini be-

fore this match, when the

Argentine's adrenaline and un-

retiring demeanor proved supe-

"I got blown off the court, but if I had to lose my last match, I'd probably rather lose

it to Gabriela Sabatini than

gracious victor, who embraced

ber and apologized to her as

they met at the net for the ritual

get a shot in edgewise.

rior to her own.

towel in resignation.

earned a record 18 titles.

of harm's way.

NEW YORK - She wore

# **Becker Adds Sampras** To Novemberfest List

By Christopher Clarey Special to the Herald Tribune

FRANKFURT — The city of Leimen, where Boris Becker was born and raised to be both his own man and a tennis star, is less than an hour's drive south of this banker's paradise (a tourist's paradise, it is not).

And it seems that whatever version of Becker steps onto the owder blue surface inside the Festhalle, he is suddenly pulled back in time: back to a less complicated era when he had fewer worldly distractions swiring through his head, back to an era when he played with unadulterated power and un-wavering faith in his ability to rear hack and hit line after line.

here, in 1992, he ended up winning the IBM/ATP Tour World Championship on bis 25tb hirthday, blowing past every-thing except the trick candles that the tournament organizers placed on his cake for the postmatch celebration.

his performance in his first two a pretty nice two days." round-rohin matches, there

For Navratilova, a Gracious Exit

"I couldn't wait to finish this

match, to have it be over," said

Sabatini, who called Navrati-

lova the best volleyer ever.

"She's so talented, she can do

anything, and she's almost 40,

and for tennis, that's a lot of

After the Tuesday night de-

feat, Navratilova, whose finest

moment this year came at Wim-

hledon, where she fought ber way to the final of the grand

slam she'd won a record nine

times, was party to another

piece of history. A commemo-

rative banner, the first tribute

of its kind to any non-Knick or

Ranger, was raised to the Gar-

den's rafters, and on a less som-

ber note, she jumped for joy as

Virginia Slims, her sport's long-

time sponsor, gave her a Har-

Navratilova collected a re-

cord 167 titles over a tennis life-

transcended, three generations.

She accumulated 19 grand slam

singles crowns, the first at Wim-

hledon in 1978 and the last,

back on the lawn she most cher-

She beld the No. 1 ranking on

ished, at Wimhledon in 1990.

nine separate occasions, domi-

nated the circuit with her record

74-match unbeaten streak in

1984 and, as accomplished in

doubles as she was as a soloist,

she and Pam Shriver captured

20 grand slam titles and a re-

But this year, closing in on

her 38th birthday and tired, de-

spite her tenacious grip on a

top-five ranking, of the emo-

tional and physical strains that

inevitably accompany any

champion, Navratilova decided

to call it quits while the call was

This loss effectively hrought

closure to an epic career, and it

pure serve-and-volleyer from a

Navratilova, who kept her composure before, during and

competitive crucible.

cord 109 titles over all.

still hers to make.

anyone else," she said of the also removed the last and only

ley-Davidson motorcycle.

a national icon.

On Tuesday, Becker survived a slugfest with Goran Ivanisevic, winning in a third-set tiebreaker. Wednesday, in a banner-infested atmosphere that made Davis Cup seem bipartisan in comparison, he was considerably more impressive, disposing of world No. 1 Pete

"I think that is the best he has ever played against me," Sam-pras said.

The victory, featuring some remarkable second serves and backhand returns from Becker, evened the German's career re-The last time he beld court cord against Sampras at 5-5 and all but guaranteed him one of the White Group's two spots in Saturday's semifinals.

"It makes me try just a little bit harder," said Becker of the home crowd's enthusiasm. "It's because they support me so much, and they expect so much This year, his 27th hirthday of me. I want them to have a falls on the Tuesday after the tournament, but judging from bome at night. I think they had

While Becker was beating

could well be another Novem- Sampras in straight sets indoors beriest in store for the local for the second time in a month hero who, since winning Wim- (he won 6-4, 6-4 in the semifi-bledon at age 17, bas doubled as nals en route to victory in Stockholm), Stefan Edberg was making a successful start by beating Ivanisevic, 6-3, 6-4.

Sampras now has to beat Edberg on Thursday to remain in the tournament, while Ivanisevic, a semifinalist the last two years, was eliminated with his 0-2 record.

Ivanisevic served 26 aces in losing to Becker, but managed only six against Edberg. The Swede got only three, but he also made a lot fewer errors.

Michael Chang kept alive his relatively slim hopes of advancing out of the Red Group by crushing Spain's overmatched claycourt specialist Alberto Berasategui, 6-1, 6-0, in 43 minutes. It was the most lopsided result in this eight-man tournament since it moved from Manhattan to Frankfurt in 1990, and it smacked of piling on, considering that, on Tuesday, Berasategui was beaten, 6-2, 6-0, by another American hase-

liner, Andre Agassi. Luckily for Berasategui's self-esteem, he bas an excuse: an injury to his right thumb suffered during a sprawl in the third game of the Agassi match.

"Maybe Michael would have beaten me, but I don't think it would have been 6-1, 6-0," said Berasategui, when asked the ef-

fect of the injury.
The Spaniard, a finalist at the French Open, played in smallmoney South American claycourt tournaments during the last month in a longshot and ultimately successful attempt to qualify here. He considered not playing Wednesday after feel-ing pain during a morning warmup, but after consulting with tournament physician, Hart-mut Krahl, he took the court

with a wrap on his thumh. "I wasn't 100 percent able to play, but I think I work hard enough to make it here," said the seventh-ranked Berasategui, who needs to stay in the top eight to guarantee himself a shot at a lucrative bonus pool in

in recent years, there would have been no way for Berasate-gui to fall out of the top eight in Frankfurt. But because of a recent and somewhat controverrule change, alternate Michael Stich, ranked ninth, could have bumped him down hy playing. Until this year, alternates who joined the event in midstream were eligible to win only prize money; now, they can earn ranking points and even qualify for the semifinals.

One member of Berasategui's entourage who preferred to re-main anonymous said he had the impression that the tournament management would have been happy to see Stich, a German whose game is infinitely better suited to this surface, take the Spaniard's place.

"Nobody put any pressure on Alberto not to play," said the tournament director, Zeljko Franulovic. "I like the players who qualify to play. I don't want anybody to pull out. It's not a natural thing."

Becker's ease on an indoor surface also can seem less than had begun with a pair of double natural at times. With no wind, sun or dust to bother his pale blue eyes or flat, high-risk strokes, he can swing even more freely than usual. And when he is in good condition, as he is now, be closes on the net and covers it as well as anyone in

"He is a lot better player indoor than out," said Sampras, who looked off rhythm throughout the match and uncharacteristically spent some of it mumbling to himself.

break points, and I didn't get a racket on his serve. He hit two aces. So, too good."

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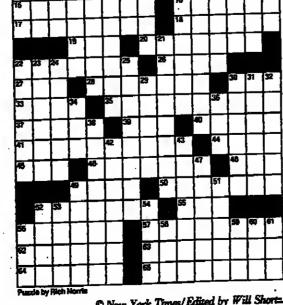
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Solution to Puzzle of Nov. 16 DEBRICKCOLEMAN EMAIL ITS MIT SYLVIA PLY LIZA ASTEAN ATEN ELMERGANTRY



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Navratilova: "I don't know whether I should cry or laugh."

was too busy backpedaling to get emotional about anything else. And then, at match point, I thought, 'O.K., this is the last point I'll ever play.'"

Using lohs and passing shots to prevent Navratilova from cstablishing herself at the net, Sabatini got the first break of the match in the 5th game and took game that is, according to Nav-ratilova, in danger of turning a 3-2 lead. But with a forehand drive of her own, Navratilova broke right back for 3-3 with a sideline-skimming shot she punctuated with a one-word complement, "Yes!"

after this last and long-awaited Her charge proved sbort-lived, though, and Sabatini, playing on instincts oblivious to hurrah, said it was far too early for her to feel relief about finally achieving release from the the tensions inherent in this encounter, broke her again for a 4-"I wanted this week to last," she said. "I'm upset about the 3 lead. This time it was a crosscourt backhand that passed Navratilova and nearly severed -and now the career's finished as well. There's a lot of emotion her sneakertips in the process of going on in my head and my putting her back into deficit po-

Sabatini kept Navratilova pinned to the baseline and held scree for 5-3, and after Navratilova, amid a stream of self-castigation, held for 5-4, the 9thranked Argentine used a service winner to complete a set she

Navratilova got off to a 2-0 lead in the second set, but Sabatini soon corrected that, and in the 5th game she broke Navratilova a second time and took a 3-2 lead. Navratilova didn't even bother chasing the forchand return that Sabatini used to break for 5-2, and she hit her last ever singles shot, a backhand that drifted away off the court just ahead of her, at match point.

In other first-round singles matches, top-seeded Steffi Graf defeated Brenda Schultz, 7-5, 6-3, and No. 4 Jana Novotna eliminated Iva Majoli, 6-2, 3-6,

"I really didn't have any chances," be said. "I had two

#### ART BUCHWALD

### Baby With Bathwater

world - it's the end of a cam- can get."

the end of the world - at least quires a waiting period for a to many people who aren't do- gun. "Brady is unconstitutional ing ton well in the country. The Republican game plan

is quite sim-ple," Newt Stillwater told me. "We're going to throw out the baby with the bathwater.

"How so?" I

asked.

"We're going to elimi-Buchwald nate poor peo-

ple, those who can't afford health care and folks who want to save the snail darter. We're also going to make sure any illegal alien child doesn't get an education or a polio shot. In the words of Senator Ollie

"I thought Ollie lost to Chuck Robb." "He did, but he's decided to lie and say he won."

"Are you going to balance

the budget?" "You bet we are," he said. "We're going to take money from Head Start and senior citizens and give it to Strom Thurmond for national security in South Carolina."

Why Thurmond?"

#### Record Price for Tapestries The Associated Press

fied New York buyer paid a re-cord £842,000 (\$1.32 million) for "We've always been nice to four tapestries of episodes from the legend of the Holy Grail, designed by the Pre-Raphaelite artist Edward Burne-Jones. Christie's said Wednesday.

WASHINGTON — After "He's going to be chairman of the Senate Armed Services lost, Governor Ann Richards Committee, and at 92 be desaid, "This is not the end of the serves all the military bases he

Stillwater told me that the paign."
Stillwater told me that the Republicans were going to rewrong. Last week's results were peal the Brady light, which reand so is his wife. They handicap people who want to pur-chase AK weapons to shont up

the White House." "Not to mention abortion clinics," I said. "I guess Senator D'Amato will play a hig role in throwing out the baby with the bathwater."

'Certainly. He's going to be head of banking, so be feels be can throw out the baby anywhere he wants to."

"Will Jesse Helms, the new chairman of foreign affairs. have an effect on foreign aid?" "We bope so. Jesse has always been against throwing money down the rat holes of Third World countries, and he wants the poor nations to make sure they damn well know where the money is coming

from." "How is he going to do that?" "He's only going to approve foreign aid to countries that use the money to buy North Carolina cigarettes. Jesse maintains a country that coughs together sticks together."

"Are the Republicans going to get us into a war?"
"Only if it will help them in the 1996 election. I can't think of two senators I'd trust more to get us into a war than Helms

and Thurmond." "I suppose you're going to have to be nice to the Right to LONDON - An unidenti- Life people since they helped

> them. They're our people, and we made them a promise that we would put prayer back in the schools as soon as we took the free lunches out."

### Le Monde Turns 50: A New Look for an Institution \* By Barry James nternational Herald Tribune editor, said news would be dealt with

PARIS — Approaching its 50th anniversary next month, France's newspaper of record, Le Monde, has justifiably achieved the status of a great institution. But as its editor in chief, Jean-Marie Colombani, points out, 50 is the age of fragility as well as of maturity.

Although it is a beacon of accurate, responsible journalism, Le Monde has endured cliff-banging economic and institutional crises for the past decade. Its circulation, in common with that of other French daily newspapers, has been on a 15year decline. And its revenue from sales and advertising is failing to keep up with its heavy fixed costs for

news gathering and printing.
So the anniversary is to be the opportunity for a new-look Le Monde, which will appear Jan. 9, aimed at bringing in new readers and

tempting back lapsed ones. Colombani says that reforming Le Monde will not mean any dilution of quality. It will, he says, strive to be "not only the best French daily, but also one of the best newspapers in the world." It will disturb "tranquil consciences and comfortable consensuses." It will continue to be an intelligent newspaper rather than media

pap.

He promises that it will be both the same newspaper and a different one.

It will be the same in that, uniquely for Paris, it will continue to appear in the afternoon. It will keep its peculiar format, between tabloid and broadsheet, known as Berlinois. It will continue to eschew pictures in the main

Le Monde means the world, and the newspaper's excellent foreign coverage will retain its pride of place. Its role as France's main newspaper of reference is likely to be strengthened as it exploits its buge data base

electronically.
The new Le Monde will abandon some of the old newspaper's "particular signs" caricatured by its ombudsman, André Laurens, as "general grayness, seriousness to the point of boredom, long articles, platitudinous headlines.

Anne Chaussebourg, an assistant

more "homogeneously," with eco-nomic news, for example, emerging from its "ghetto" at the back of the paper. The typography will be clean-er. There will be a more rigorous separation between fact and opinion or analysis. At last, there will be a magazine to coax readers to buy Le Monde at the weekend.

Lured away by television and a plethora of color weekly newsmaga-zines, far fewer French people buy a daily newspaper today than they did a generation ago. Combined circula-tion for the Paris daily press has declined to 3.2 million last year from 4.2 million in 1960. Le Monde's share has declined to a little more than 350,000 from almost 440,000 in the early 1980s.

Winning back the lost reader is a constant headache for all newspapers here. The morning Liberation, for example, recently abandoned its heavyweight format for a restless layout apparently designed to appeal to

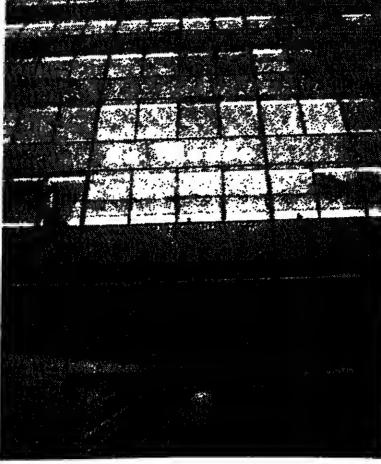
V zappers. Le Monde, bowever, worries perennially about losing its soul as well as its readers. It is partly owned by its more than 200 journalists, who elect the editor in chief in a process some-what akin to a papal conclave. They fret constantly about becoming too worldly and losing their indepen-dence in the face of market forces.

But can a newspaper that lost 44 million francs (S8.3 million) last year on revenue of 1.075 billion francs, remain independent indefinitely? Colombani's answer is no. Le Monde's independence must he built on strong financial foundations.

In an attempt to overcome the eco-

nomic crisis that nearly strangled the newspaper in the mid-1980s, Le Monde moved out of its elegant building near the Paris Opéra to a renovated garage in a less ritzy part of the city. It opened to outside investors and institutions for the first time, and is about to seek a fresb injection of capital. But Colombani says that if it is to attract more funds. must offer more in return.

A major headache for manage ment is the underutilization of the modern printing plant at lvry, south-east of Paris. The newspaper cannot



Le Monde says it will be both the same paper and a different one.

find partners because few publishing concerns are interested in using Le Monde's unusual format.

One exception is a new morning newspaper cailed InfoMatin whose "half-Berlinois" format, condensed style and relatively cheap price are designed for a quick read on the Métro. With its circulation of more than 70,000, InfoMatin proved there are untapped sources of readers out there.

Another cause of Le Monde's crisis the recessionary fall in advertising revenue, which fell from 44 percent of turnover in 1989 to 23 percent in the

first half of last year. As a result, the newspaper has had to increase its cov-er price to 7 francs from 5 in 1990.

Le Monde is admirably painstaking about accuracy, fairness, objectivity and a completeness that sometimes fatigues the reader. But some say it has lost its critical edge.

"There is no point in having independence unless you use it. You can-not just sit back and report events. There are values to be defended," Chaussebourg said, mentioning genocide in Rwanda and the civil war m Bosnia as examples of where she high-minded as the old.

thought the newspaper had not taken

strong enough positions.
"We must be the newspaper of the responsible citizen, the honest man, she said. "We want to appeal to people who are not selfish, who are open to values. We must come back to

On the other hand, I Le Monde is less passionately committed to causes than it was a generation ago. this may be no bad thing. Some critics believe it lost credibility by flirting with the likes of Khmer Rouge guerrillas, leftist Portuguese revolu-tionaries and the late Ayatollah Ru-hollah Khomeini.

What Colombani wants to do is to polish up the standards of mordant analysis, trenchant opinion and detailed reporting laid down by Le Monde's founding editor, the late Hnbert Beuve-Méry, who retired 25

years ago. Beuve-Méry, who started Le Monde immediately after the liberation of France with an initial circulation of about 140,000, imbued it with an almost monastic ideal of perfection and le mot juste, along with a pervasive distrust of money.

"We are poor," he once said, "and we intend to remain that way." As in Benve-Mery's time, Le Monde still-holds its rapid-fire editorial conference standing up. Perhaps in the ear ly days it did not have enough money to buy chairs. Now it is a useful

device for saving time.

Beuve-Mery believed a good newspaper needed to be concise, and never published an edition of more than 36 pages, slender by today's standards. One of his last words of advice before retiring was "don't make the newspaper too beavy.'

In reforming Le Monde, its editors are acting on that advice in style and presentation, if not in the number of

It will continue, bowever, to appeal primarily to an active intellectual elite rather than a passive mass audience. An independent newspaper in a complex, rootless world, Colombani says, must challenge its citizen readers as much as it does its journalists. In this respect, at least, the new Le Monde will remain as

7.7.

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#### WEATHER

Europe 

Oceania



EUTOPE
Madrid and Lisbon will have
dry, warm weather Friday
Into the weekend. The British
Islass will be windy and mild
this weekend. A few showers
will occur from Belfast to
Glasgow. Pans and London
will have dry. mild weether. Wind and rain from Tropical Storm Gordon will affect the Southeast coast Fnday and Saturday. New York with have a few showers Satur-day. Chicago and Toronto will have showers Friday. Then dry, cool weather over Asia will move across east-ern China and Into Japan Fiday. It will remain wet in Japan Saturday, then clear out. Hong Kong will have a tew showers Friday into Sat-urday as well. Singapore will later this week. A slow-mov-ing storm will bring a soaking is generally rain-free. rain to Turkey. **Middle East** 

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|           | High<br>C/F | CIF   | ₩   | High<br>C/F | CF    | ₩  |
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| Bering    | 9148        | 2/35  | DC  | 9,48        | 4/39  | c  |
| Hong Kong | 27/80       | 22/71 | 3   | 28/82       | 22/71 | š  |
| Manta     | 30.86       | 23.73 | DC  | 31/86       | 23/73 | D. |
| New Delh  | 27/80       | 12/53 | 8   |             |       | 5  |
| Stoul     | 12/53       | 9:48  | sh  | 11/52       | 4/39  | P. |
| Shanghar  | 17,62       | 12/53 | 1   | 18464       | 10/50 | DC |
| Singapore | 30/8G       | 23,73 | r   | 31/88       | 23/73 | 7  |
| Taper     | 25/17       | 17/52 | pc. | 24/75       | 18/64 | 50 |
| Takyo     | 14/57       | 9.14B | pc  | 16/61       | 7/34  | bh |

| Harang      | 21/70  |       |     | 23/73  | 7/44  |     |
|-------------|--------|-------|-----|--------|-------|-----|
| Lagos       | 31/96  | 24/75 | pc  | 32 /89 | 26/79 |     |
| Natrobi     | 20/66  | 11/52 | DC  | 22/71  | 13/55 |     |
| Tunes       | 22/71  | 11/52 | 5   | 18.66  | 11/52 | pc  |
| North A     | meric  | 4     |     |        |       | _   |
| Anchorage   | 1734   | -6/16 | 277 | ·7/20  | -13/9 | pc  |
| Attanta     | 17/62  | 11/52 |     | 23/73  |       | c   |
| Boston      |        | 7144  |     |        | 11/52 |     |
| Chicago     |        | 8148  |     | 13/55  | 4/39  |     |
| Detrock     | 3/37   |       |     | 3/37   |       |     |
| Detroil     | 14/57  | 6/43  |     | 16/61  |       | sh  |
| Honolulu    | 27/80  | 22/71 |     | 28 484 | 22/71 | DC  |
| Houston     | 25/77  | 16/61 | pc  | 27480  | 17/62 | DC  |
| Los Angeles | 18/68  | 7/44  |     | 22/71  | 7/44  | 5   |
| Mami        | 28/62  | 20/68 |     | 29 484 | 24/75 | DC  |
| Minneapolis | 6/43   | 3/37  | 90  | 8/48   | 4/25  | pc  |
| Мопшеві     | 948    |       |     | 11/52  | 2/35  | 2   |
| Masseu      | 31 ABB | 23/73 | OC. | 30.86  | 23/73 | DC. |
| New York    | 13/55  |       | 5   | 18/64  | 10/50 | DE  |
| Phoenb      | 17/62  |       | 5   | 18/64  | 7/44  |     |
| San Fran    | 14/57  | 8,46  |     | 18/61  |       |     |
| Seattle     | 7/44   |       |     | 7/44   |       |     |
| Tometo      | 1747   |       | -   | 17.53  | 4 534 |     |

# B RITAIN'S Prince Charles admitted to Foundation announced. To be eligible, artists must bave released a record at least

that he can put a large group of people to sleep rapidly. He recalled how he had spiked a batch of bread-and-butter pudding he had prepared for his company aboard the HMS Norfolk while serving in the navy in the 1970s. He said be was so generous with the brandy that "the whole ship's company fell asleep."

What qualifications does the actor Charles Grodin bring to hosting a talk show? None, he says. "I have no qualifications at all, and we're very excited about that." Grodin is replacing Tom Snyder as host of the CNBC talk show. Snyder is moving to CBS as bost of a show following "Late Show With David Letterman."

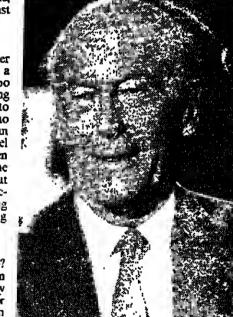
The Allman Brothers Band, Al Green, Janis Joplin, Led Zeppelin, Martha & the Vandellas, Neil Young and Frank Zappa will be inducted in January into the U.S. Rock 'n' Roll Hall of Fame. "Billboard" writer Paul Ackerman was selected in the non-performer category, and the R&B band the Orioles was selected in the early influence category, the Hall of Fame

#### **PEOPLE**

artists must bave released a record at least 25 years before the year of induction.

Valéry Giscard d'Estaing, 68, the former French president, unveiled Wednesday a novel he wrote about an avid hunter wbo falls in love at first sight with a young woman. "Le Passage" was expected to raise eyebrows because the politician, who is also a bunter, seemed to imply in an interview with Le Figaro that the novel was based on personal experience. When asked, "Do you mean to say you lived the same story?" he replied: "No...not in that form." The 232-page book has vivid accounts of lovemaking, Giscard d'Estaing said the idea for the book came after seeing a woman beside a road.

David Baldacci is on the move. Who? Last week, the 34-year-old Washington attorney stunned the publishing world by selling his first novel to Warner Books for \$2 million. Then be made another million in a movie deal with Castle Rock. The 500page novel, "The Executive Power," is due out in 1996.



Valéry Giscard d'Estaing.

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